

SECRET

**SECOND MATERIAL REVIEWED AT CIA HEADQUARTERS BY  
HOUSE SELECT COMMITTEE ON ASSASSINATIONS STAFF MEMBERS**

FILE TITLE/NUMBER/VOLUME: L EMPTY/LIMITED  
Base House

INCLUSIVE DATES: 25 Jun 1957 - 8 Apr 1971

CUSTODIAL UNIT/LOCATION: LA 1 DDO

ROOM: 3C-34

**DELETIONS, IF ANY:**

~~NO DOCUMENTS MAY BE COPIED OR REMOVED FROM THIS FILE.~~

XDFACTOR

50-6-74/5 • 6/19/41  
**(formerly LIPSTICK/UNITED 50-6-25/9)**

CONFIDENTIAL

NOTICE

THIS FILE HAS BEEN PROCESSED AND RETIRED. DO NOT

ADD ANY DOCUMENTS TO THIS FOLDER. FORWARD CS

DOCUMENTS THAT SHOULD BE INCLUDED IN THIS FOLDER

TO IP/RPU GE-58.

NOTICE

CONFIDENTIAL

<b>DISPATCH</b>		CLASSIFICATION SECRET	DISPATCH NUMBER AND DATE 12975-6956
TO : 100-1515, Mexico City		RECORDED DATE AND HOUR 50-6-25/3	
FROM : Chief, NMW			FILE NUMBER
MARY : Operational/LIPSTICK Operations			<input type="checkbox"/> "QF" - KNOWN TO ONE <input checked="" type="checkbox"/> NAMES FOR INDEXING <input type="checkbox"/> NO INDEXING REQUIRED
ACTION REQUIRED : See below			INDEXING CAN BE ADDED BY CLASSIFIED NM. DATA ONLY
REFERENCE 100-A-11257			
<p>1. The LIGALIA (50-6-15/7), LILYGLIC (50-6-25/8) and LIJETTIN (50-6-25/9) assets under the LIPSTICK Project have been transferred to Project LIEPTI. Does the Station wish to have the LIEPTI Project (50-6-7a) broken down with separate files for each of these operations? If so, please so advise Headquarters.</p> <p>2. Unless advised to the contrary by the Station, the LIJOMINO (50-6-25/6) and LIJATI (50-6-25/7) Operational files will be retired with the LIPSTICK files since these two assets are no longer in use.</p>			
OLIVER G. CALBORD			
28 October 1958			
Distribution: 3 - Mexico City			
POEM 16 S 53 1601	CLASSIFICATION SECRET	FILE NUMBER CONCEALED	RECORDED DATE AND HOUR 50-6-25/3
USE PREVIOUS EDITION REPLACES FORMS 100-1515 AND 100-1520 WHICH ARE OBSOLETE.			

VIA: \*Air Pouch  
OR PLAIN AIR OR SEA POUCH

DISPATCH NO. HFM-A-10452

**SECRET**  
CLASSIFICATION

TO : Chief, WH Division  
FROM : Chief of Station, Mexico City  
SUBJECT: GENERAL— Visitor to Soviet Embassy, Mexico  
SPECIFIC— Indiana License DE 5567, 1956

DATE: 18 June 1958

Reference: MEXI 1616  
DIR 24173  
DIR 24438

ACTION REQUESTED: None

1. Attached are two photographs taken on 21 May 1958 by LIPSTICK LIMITED. The correct license number is DE 5567 and not 5667 as stated in MEXI 1616.

2. It is requested that Headquarters solve this license number and identify if possible the two persons shown in the enclosed photograph.

*Willard C. Curtis*  
Willard C. Curtis

Encl.

f RRR/bct  
16 June 58

Distribution  
3 - Hqs  
2 - Files

**SECRET**  
CLASSIFICATION

FORM 50  
MAR. 1949 51-28A

cc COPY

50-6-25/9

631. SE/SE14

CLASSIFIED MESSAGE

ORIG : L. J. PUCKETT  
UNIT : 411D  
EXT : 2555  
DATE : 26 DECEMBER 1957

S = 1 - C - (A + T)

TO : MEXICO CITY  
FROM : DIRECTOR  
CONF : WH 5  
INFO : CI, CI/OPS, FI, FI/OPS, SR 4, S/C 2

**CUTTING**

2023.11.57

卷之三

RED	PRIORITY	INITIALS
WHITE	OPERATIONAL IMMEDIATE	INITIALS

31777023

— 16 —

INFO

CITE DIR

00822

REF. NEXT 0791 (TJ 49693)

1. REF LICENSE ISSUED ARDY SUTONO, 309-NORTH MANCHESTER ST., ARLINGTON, VA. CAN REGISTRATION STAMPS IN EMPLOYEE INDONESIA P.P., WASH., D.C.
  2. JUNE 1957 OPENED REPORT TO S. AT LIST SHOWN AS INDONESIAN EMPLOYEE.
  3. AUG 1957 WASH TELEPHONE 4 OK LIST PESIK LIVING AT 309 N MANCHESTER ST., ARLINGTON, VA. PESIK WORKS FOR INFO DIV OF INDONESIAN EMP.
  4. SUTONO HAS NO POLICE RECORD HQS AREA.

CS CURRENT: REQUESTED OWNER 57 VIRGINIA LICENSE 243832. TWO MEN FROM THIS CAR SPENT ONE-HALF HOUR SOV ENB 2 DEC 57.

J. C. KING, CHIEF, W.H.D.  
SAFETY OFFICER

**COORDINATING OFFICERS**

$$S = E = C = \mathbb{R} = k = T$$

R. DAULDRAY C. H. III  
AUTHENTICATING OFFICE

REPRODUCTION BY OTHER THAN THE ISSUING OFFICE IS PROHIBITED. Copy No. \_\_\_\_\_

FROM:

**ACTION**

CABLE

SECRET

ROUTING AND RECORD SHEET

Accession No. 49698  
Date Received SA

To	Room No.	DATE		Officer's Initials	Comments
		Received	Forwarded		
1. Mexico		OEC 1/4/57		JP	x-4262, will inform me of info
2. Lubbock				JP	
3.					
4.					
5.					
6.					
7.					
8.					
9.					
10. Cable desk					

Each comment should be numbered to correspond with number in To column.

A line should be drawn across sheet under each comment.

Officer designations should be used in To column.

Each officer should initial (check mark insufficient) before further routing.

Action desired or action taken should be indicated in Comments column.

Routing sheet should always be returned to registry.

For officer designations see separate sheet.

SECRET

375 RLG/JB/DST  
DATE 21 DEC 1957

CLASSIFIED MESSAGE

SECRET

ROUTING

1	4
2	5
3	6

ROUTINE

IN 49698

CIR MEXI 0791

TO DIRECTOR  
FROM MEXICO CITY

ACTION 1115

INFO CI, CI/OPS, FI, FI/OPS, SR 4, S/C 2  
Addl. RS to distribution of cigar box, 23 Dec.  
per request of Mr. Tracy due. 24262

TO DIR

INFO

1. REQUEST SOLUTION 57 VIRGINIA LICENSE 243832. TWO MEN FROM THIS CAR SPENT ONE-HALF HOUR SOVENB 2 DEC 57.
2. SOURCE LIPSTICK/LIMITED. EVAL PHOTOGRAPHIC. DIST NONE.

END OF MESSAGE

SECRET

REPRODUCTION BY OTHER THAN THE ISSUING OFFICE IS PROHIBITED. Copy No.

LIPSTICK Quarterly  
Op Report

Anna '873

27 Nov 57

(1) LIMITED is a house opposite the LIBERICK target. In this house resides LIPSTICK-14, his wife LIPSTICK-15, and his son LIPSTICK-23. They use an 8x10 with 15, 30 and 60 power zoom telephoto lens to photograph persons and automobiles entering and leaving the main gate of the LIBERICK installation. They have standing instructions to photograph all am-LIBERICK, all unidentified LIBERICKS and all automobiles (particularly license plates). Approximately every two months, this team is asked to photograph all the identified LIBERICKS so that Section files will contain current photographs of those persons. In addition to the photographic coverage, this team keeps a log of all activity in and out of the main gate, noting time of entry or departure, license numbers, name of person or description of unidentified persons. LIPSTICK-14 uses a short wave radio in contact with other LIBERICK cars to alert them to the departure of certain LIBERICK officials which the Mexico City Station has under surveillance. The 35 mm film and daily logs are given to SCIENTIST who gives them to DIRECTOR who gives them to Raymond H. GEMMELL who processes the film in an outside laboratory assisted by LIPSTICK-15. One 3x5 enlargement is made of each exposure. These prints are then returned via the same route to the LIBERICK base-house where LIPSTICK-14 and 23 inscribe the date and identification on the back of each photograph. The photographs then come to the Station for filing in personality dossiers, solution of license numbers, or further checking as may be required.

Limited

AIR

HQD-A-1476

Chief, WMD

17 July 1957

Chief of Station, Mexico

Operational

Unknown Individual(s) Entering Soviet Embassy

ACTION REQUESTED: A. Dissemination to KUSODA  
B. No dissemination outside KUBARK

SOURCE: LIPSTICK/LIMITED

1. Attached are two photographs of an individual seen entering the Soviet Embassy during May 1957.
2. For Headquarters Only: These photographs greatly resemble Ben S. STEFANSKY, Labor Attaché, U.S. Embassy, Mexico City.
3. Copies of each of these photographs have been given to the Security Officer, U.S. Embassy, Mexico, with a covering memorandum which stated that:
  - a. These were photographs of one(or two) individual(s), who appeared to be American(s), entering the Soviet Embassy in Mexico City during May 1957;
  - b. Our source was sensitive;
  - c. Neither this office nor our organization were to be revealed as the source of these photographs;
- and d. The identities of the person(s) in these photographs were not known.
4. The attached are forwarded for Headquarters information and records only. It is requested that no dissemination be made, except to KUSODA and within KUBARK.

Willard C. CURTIS

Encl.

Distributions:

3 - HQS(w/2 photos attached)

SECRET

56-6-259

COPY

ABSTRACT from HTA 6074, 6 Feb 57 re: LIPSTICK Monthly Report - Nov. 1956

1. Operational:

- a. LIMITED was operated as a dispatch and photographic surveillance base throughout this reporting period. Occupants from several automobiles bearing US license plates were observed entering the LIMERICK installation. These leads have been transmitted to Headquarters in separate dispatches and have been passed locally to ONE-NVY. One special operation involving KURIOT technicians was supported by this base during this period. The base personnel have continued to maintain their high standard of efficiency and security.

AIR

REF ID: A233

July 5<sup>th</sup>

; Chief of Station, Mexico City

; Chief, WHD

- Operational Matters

- Identification of Soviet Intelligence Officers  
Through LIPSTICK/INKING

REFERENCES: A. IRGA-4016, 19 January 1956  
 B. IRGA-4052, 23 January 1956  
 C. IRGA-1476, 8 June 1954  
 D. IRGA-4508, 16 May 1956

In addition to KGB and RUE employees, KID employees also have access to clothing supply depots. In view of this, no conclusion can be drawn from the information submitted in references A and B.

J. C. KING BY

F. P. HOLCOMB  
AC/WHD

28 June 1956

Distributions:  
 3 - Mexico  
 1 - WH/Chrono  
 1 - WH/Mailroom  
 1 - RI  
 1 - REDCAP

WH/III/ [ ] /js

F. P. HOLCOMB, AC/WHD

W. CALKRAITH

578  
S. J. G.  
ORIG : J. H. BRADY  
UNIT : CID  
EXT : 2555  
DATE : 16 FEBRUARY 1956

CLASSIFIED MESSAGE

SECRET

ROUTING

1	4
2	5
3	6

TO : MEXICO CITY

FROM : DIRECTOR

CONF : WH 5

INFO : FI, FI/OPS, FI/RI 2, TSS 4, OC 5, S/C 2

DIR 48490 (OUT 73205) 19297 17 FEB 56

ROUTINE

PRECEDENCE

TO: IFXI

CITE: DIR

RE: MXI 434 (IN 17492)

1. KUBARK REGULATIONS STATE OPERATIONAL PROPERTY OF NO FURTHER USE MUST BE DISPOSED OF AND NOT RENTED.
2. SUGGEST REVIEW ALL BASE HOUSE POSSIBILITIES ADJACENT TO LIEFRICK TO DETERMINE BEST UTS FOR PHOTOGRAPHIC PURPOSES BEFORE MAKING ANY DECISION REGARDING DISPOSAL PRESENT LIMITED SITE.

END OF MESSAGE

*King*  
J. C. KING

RELEASING OFFICER

COORDINATING OFFICER

SECRET

*H. Galbraith*  
H. GALBRAITH, AC/ER/III  
AUTHENTICATING OFFICER

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

ROM:

**ACTION**

CABLE

SECRET

ROUTING AND RECORD SHEET

Accession No. 23459  
Date Received SA

To	Room No.	DATE		Officer's Initials	Comments
		Received	Forwarded		
1. 3		15 FEB 56		mpz	
2. Brady		16 /v /16		72	
3.					
4.					
5. Mail Room		20 Feb 56	EB		
6.					
7.					
8. Mexico					
9.					
10. Cable desk					

DATE RECEIVED	15 feb 56
ACTION TO	metrics
ACTION TAKEN	D.R. - 48490 (cont - 70205) 17 Feb 56

File: LETTER  
Lip/Limited

Each comment should be numbered to correspond with number in To column.

A line should be drawn across sheet under each comment.

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Action desired or action taken should be indicated in Comments column.

Routing sheet should always be returned to registry.

For officer designations see separate sheet.

SECRET

## CLASSIFIED MESSAGE

N47

DATE : 14 FEBRUARY 1956

SECRET

ROUTINE

1	4
2	5
3	6

TO : DIRECTOR

FROM : MEXICO CITY

ACTION: WH 5

INFO : FI, FI/OPS, FI/RI 2, TSS 4, OC 5, S/C 2

MEXI 475 (IN 23459)

0246Z 15 FEB 56

ROUTINE

PRECEDENCE

CITE: MEXI

TO: DIR

RE: MEXI 434 (IN 17492)

CONSIDERING POSSIBILITY RENTING LIMITED TO LEGITIMATE FAMILY TO DIVERT SOV SUSPICION. WILL THEN NEED LILYRIC SOLELY FOR PHOTO HOUSE AND FEEL RAPPER OPERATION MIGHT THEN COMPROMISE ONLY PHOTO HOUSE THEREFORE WILL KEEP RAPPER WITH LIPSTICK 12 AND RETAIN HIM ON TEAM UNLESS HQS OBJECTS.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

~~SECRET~~

LIPSTICK/C

AIR

REF ID: A2807

19 Jan 58

- : Chief of Station, Mexico City
- : Chief, WHD
- Operational
- LIPSTICK/LIMITED

REFERENCE: HMUA-3797, HMUA-3821  
 HMUA-3824

1. There appears to be two cover problems involved in the LIPSTICK/LIMITED operation. These are, the physical cover of the base of operations and the personal cover of LIPSTICK-14, the principal agent. Headquarters agrees that there would be more security attached to the physical cover if it had a legitimate business front. It is not believed, however, that at this stage the physical cover would be improved by suddenly opening up an agriculture implement accessory supply house there, presuming that the size and location of the base house were feasible for such a business.

The involvement of LIPSTICK-19 and David N. Wilsted in the operation, as suggested under this business cover arrangement, could conceivably affect the compartmentation of the LIPSTICK operations, which, as the Station has pointed out, has been maintained with considerable difficulty.

2. Headquarters does not feel that the situation is as critical as expressed by the Station because of the question asked of LIPSTICK-2 by his Soviet contact. It appears most natural for the Soviets to suspect, particularly in this Hemisphere, that they are being subjected to photographic as well as all other types of surveillance. Being alerted to this action they would naturally like to know more about it. Any new activity spotted at the LIPSTICK/LIMITED base house would only increase this alertness and arouse their suspicions. These suspicions would be further aggravated by the employment of a motor car at the LIPSTICK/LIMITED base house. There up to this time no car has been in use. Headquarters does not agree that a car is needed in the day to day work of this operation. If one were employed it would only further spot light the base house for the Soviets. In addition, it is not clear just who would be using the automobile since LIPSTICK-14 presumably need not cover his own access to the premises.

~~SECRET~~  
~~REF ID: A2807~~

*SECRET*

HQ-1-2807

Page 2

and no other personnel will be visiting the house on a regular basis.

4. If at the inception of the LIPSTICK/LIMITED operation a legitimate business cover had been set up it would have been more secure than the present arrangement. Unless some natural and non-suspicious arousing cover can be worked out Headquarters feels that it is more secure to continue the operation under the present arrangement than to set up the business cover suggested in HQ-1-3797.
5. The problem of the personal cover for LIPSTICK-11 can best be solved by a salary increase for the agent. As the Station has already pointed out, LIPSTICK-11's salary of 800 pesos per month is well below the salaries earned by agents performing comparable duties. In view of this and as a reward for LIPSTICK-11's good work and an incentive for improvement Headquarters authorizes that he be paid a salary of 1500 pesos per month effective 1 January 1956.

J. C. KING  
CHW

11 January 1956

Distribution:

3 - Mexico  
1 - WH/Chrono  
1 - WH/Mailroom  
1 - Subject  
1 - RI

WH/III/JBrady/jw

J. C. KING

O. M. DOERNINGER

LIPSTICK/C.

SECRET

AIR

HMW-A-3797

Chief, WWD

8 December 1955

Chief of Station, Mexico

Operational

LIPSTICK/LIMITED

ATTN: [redacted]

REF: HMW-W-2613, 25 Oct. 1955

1. LIPSTICK-14 and his family occupied the LIPSTICK/LIMITED base house on 4 November 1955. On 10 November 1955 Howard O. MOSCHIANO was picked up by LIPSTICK-14 in a rented car and driven into the base. MOSCHIANO stayed with LIPSTICK-14 that entire day instructing him in photographic technique and taking approximately 200 pictures. The appearance of the house during this time of operation was checked by the uncrisigned and Chester D. POLLICOVE who were unable to discover any outward indications of the existence of the photographic surveillance. LIPSTICK-14 has continued to improve although the quantity has decreased on our instructions. It was decided that it would be to our ultimate advantage to have fewer photographs and have LIPSTICK-14 continue to conduct his normal house-to-house book business for cover purposes.

2. Initially all films were processed in the Station so that MOSCHIANO could process them to the fullest advantage and then critique them with LIPSTICK-14. Now the procedure employed is to have POLLICOVE pick up the films from LIPSTICK-14 and give them to James O. AYCALL who processes them and returns them to POLLICOVE for transmittal to the office for identification, indexing and filing by MOSCHIANO. This procedure was adopted because AYCALL was aware of the existence of this operation and knew LIPSTICK-14 was employed by this Station, but LIPSTICK-14 does not know that AYCALL is employed by this Station. The photographic results of this operation will be transmitted to Headquarters in subsequent dispatches.

3. The situation at present seems to be progressing in a most satisfactory manner with the one exception of believable and adequate cover. Reference discussed the cover situation and raised several points which will be subsequently discussed in this dispatch. Initially, it may be said that a detailed Dun & Bradstreet investigation of the oxygen supply business in Mexico City conducted by LIFINGER and other factors definitely eliminates

SECRET

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SECRET

HQ - 3797  
8 Dec. 1955  
Page 2

this potential cover from consideration. (Copy attached as Attachment No. 1) When the undersigned discussed this possible cover at headquarters he based his statements upon the assurances of LIPSTICK who had considerably oversimplified the situation. To obtain cover from a relative of one of the LIPSTICK team who would use the premises rent free for his business and thus supply cover is not viewed with favor by this Station. First, we have gone to considerable difficulty to compartment this operation from every member of the LIPSTICK team. Further, and in reality, the principal reason for our inability to implement headquarters suggestion, is that there is no one in the present complex who fills the requirements.

4. It should be repeated for emphasis that this operation needs some form of business cover to continue to function securely. In searching for all possible solutions to this problem we queried David M. WILSTED who suggested to us what we feel is the very best possible solution available. The conduct of a cover business should conform as closely as possible to a legitimate business. In order to conduct the business as close to this ideal as possible there must be a correlation between the degree of success and the degree of business experience and acumen possessed by those in charge of the business. Since the claimed business experience of the officers of this station could not guarantee the successful conduct of a business, it logically behoves us to have the business conducted by someone who is skilled and experienced in the daily direction of a business and who has proven himself successful in this respect.

5. LIPSTICK-19 has such a background and would be willing to assist us in this operation. (In regard to his business experience and success, the many documents submitted in support of David M. WILSTED's promotion and cover situation should be consulted.) It should also be remembered that he is a cleared agent in whom this Station reposes considerable confidence which has been completely justified by his devoted and conscientious work. LIPSTICK-19 would be assisted in the conduct of this business by David M. WILSTED who is also experienced in the conduct of business in Mexico City. There would not, however, be any breakdown of compartmentation since LIPSTICK-14 is known by, and in turn knows, LIPSTICK-19. WILSTED, who is not known to LIPSTICK-14 but who knows of the existence of LIPSTICK-14, would remain protected by LIPSTICK-19 who would act as the only operational contact with LIPSTICK-14.

6. The plan is that this Station should open an agricultural implement accessory supply house at the LIPSTICK/LIMITED base house. Physically, the building is ideally suited to this type of business. LIPSTICK-19 and his company would conduct all of the paper work and importing procedures for the new company either in the name of the new company or the name of LIPSTICK-19's company. The new company under the ostensible leadership of LIPSTICK-14 would sell the agricultural accessories to customers recommended to it by LIPSTICK-19's company and other agricultural implement manufacturers. Further, and the greatest guarantee of success is that LIPSTICK-19's company itself can absorb the entire inventory of the new

SECRET

~~SECRET~~107-A-3797  
8 Dec. 1955  
Page 3

*Has cover*

company of operating at a profit. There is no comparable business existing in Mexico City. LIVESTOCK-19 and David M. WILSTED would have started one but the expansion of their present holdings has precluded their investing the required sum of money in an inventory. They do, however, in the course of a year use the amount of merchandise noted in the attached prospectus (Attachment No. 2) and have agreed to purchase the amount listed in the attachment at a price which guarantees a profit to this Station. This will insure that the business will be completely self-supporting. We have been advised that these agricultural accessories are imported into Mexico and sold at 40% above the sum of the entire cost of initial purchase price plus import costs and duties. The agricultural accessories would be sold to the general public at a price determined by demand and competition, attempting in every instance to make the most from each sale. LIVESTICK-19, however, would be allowed to purchase these accessories at a price which would compensate him for his time and effort in handling all the ordering, importing and other duties connected with ~~the cover~~ management of the business.

7. It is earnestly recommended that this proposal be accepted since it represents a genuine long-term cover mechanism that will not only provide secure believable cover for LIVESTICK/LIMITED but which may conceivably be used as cover for other personnel and operations.

8. Information was obtained on 28 November 1955 from LIVESTICK-2 which indicated that the LIMERICK target was attempting to ascertain if a photographic surveillance was being directed against them. This incident increases the urgency and need for the institution of believable cover at this base.

Matthew S. DINGLEY

## Attachments:

1. Dun & Bradstreet report
2. Prospectus for farming accessory business
3. Identity UNDER SEPARATE COVER

KDD/gfb

## Distribution:

- 3 - Wash(v/att)  
2 - Files(v/att)

~~SECRET~~

50-100-5

-15-

Attachment #1

HMM-1-3797  
8 December 1955

R. G. Dun & Bradstreet de Mexico, S.A.

11 November, 1955

Oxigeno Para Enfermos, S. de R. L.

Servicing and sale of  
oxigen and oxigen equipment

Ciudad de Mexico  
Federal District  
Av. Coyoacan 940  
Col. del Valle.  
CEDUL: No. 29108

Administrators: Sr. Luis Gonzalez Barquera  
Sr. Carlos Gonzalez Barquera

#### SYNOPSIS

Background: Business established in 1947 by Sr. Luis Gonzalez Barquera  
and organized in the manner later described in 1953.

Estimate of Capital: \$300,000 Mexcy.

Payments: Punctual

Financial situation and development: Satisfactory and normal.

#### HISTORY

"Sociedad de Responsabilidad Limitada:

Located in Mexico City.

Date of founding: 18 February, 1953

Notary Public: Lic. Eduardo del Valle.

Registration:

Not located.

Duration:

Ten years

Purpose:

Supply oxigen service to sanatoriums  
and private persons and sale of  
same.

Capital Social:

\$150,000.00 Mexcy.

Capital was supplied in equal amounts by Luis and Carlos Gonzalez  
Barquera, who are also the administrators of the firm.

Luis Gonzalez Barquera is a Mexican of 40 years of age and is married.  
It is reported that after leaving school he went to France and then to  
North Africa where he served as a volunteer in the French Army until  
1947, when he returned to Mexico, D.F. At that time he established  
the business which operated in his name until 1953 when he and his  
brother organized the existing firm.

Carlos Gonzalez Barquera is 30 years of age and married. He has worked  
with his brother since the establishment of the firm. He is at present  
administrator and stock-holder;

and

50-170-5 -15'

These men are generally well-regarded.

#### OPERATING METHODS

The business which consists of the sale and renting of oxygen equipment to private persons, private and official sanatoriums is carried on a strictly cash basis. The firm is supplied by factories and local distributors on a cash and also on a term basis.

The firm occupies the ground floor of a modern building owned by the Barquera brothers. The facilities are of good presentation and much activity is noted on the premises.

The business is located in a residential area in Colonia del Valle.

The firm has five, small, Dodge trucks and one Fargo truck, which are radio equipped. The firm has a radio transmitter to maintain contact with its mobile units.

#### Financial Report

Luis Gonzalez Barquera was interviewed on the above date and he stated that the business was operating on an active capital of \$325,000 pesos, largely tied up in equipment, merchandise and their delivery vehicles, radio transmitters, furniture, fixtures, and bank deposits. The firms liabilities are modest.

Gonzalez stated that his brother and he are co-owners of the building which occupies 339 square meters. The building is evaluated at approximately \$370,000 pesos, having a mortgage of \$72,000.00 Mexcy. The brothers also own a Mercury and an MG which are valued at approximately \$72,000.00 pesos. Annual sales are estimated at \$600,000.00 Mexcy.

This last statement was not completely substantiated by the persons consulted but it is believed that their approximate financial status is as stated. Those consulted stated the the present financial status of the firm is considered satisfactory as the volume of sales permits a normal development of the firm.

#### Payments

HIGHEST CREDIT	LIABILITIES	EXPIRED	TERMS	PAYMENTS	OBSERVATIONS
\$50,000.00	-----	---	30 Days	Punctual	-----

A banking institution which was consulted stated that their relations with the firm were limited to \_\_\_\_\_ ("cuentas-habientes") and that the firm is well-regarded.

Other references which were consulted stated that they knew the persons in question personally and that they considered them serious and dependable in their commercial dealings.

50-20-5-15

FM-4-3797  
S. 1955  
Attachment No. 2

POTENTIAL AND ESTABLISHMENT OF AN ACCESSORIES BUSINESS FOR  
FARMING IMPLEMENTS

In pointing out the potential of an accessories business for farming implements in Mexico, it is necessary to consider the following:

- a) Of the total of ideal farming lands only a 33% is now under mechanized cultivation and according to statistics obtained by Ford Motor Company of Mexico, there has been an increase of 25% in the total number of tractors in the country in the past 5 years which indicates that the use of farming implements not only is just beginning but also that there is a definite trend to further develop their use.
- b) The present Government has shown great interest towards encouraging mechanized farming by establishing agricultural banks throughout the country that finance farmers for the purpose of purchasing tractors and implements on easy terms. Recently, several schools have been established for the teaching of the operation and maintenance of tractors and implements and of the modern techniques of mechanized farming.
- c) Even though most makes of U.S. tractors and implements are now in use throughout the country, there are several European-made tractors which are becoming extremely popular but are supplied by their manufacturers without any implements. Of these, the demand for the English Fordson which is imported by Ford Motor Co., has increased enormously in the past 5 years. The sales of this tractor in the year of 1950 were only about 150 units; this year they amounted to approximately 800 units, 400 of which were sold with the English Ransoms implements and 100 with implements supplied by *Identify A*, a factory which is only in its early stages of development.
- d) At present there is no manufacturer in this country dedicated to the production of high carbon and alloy steel accessories which are indispensable in the use of farming implements, and since Ford Motor Co. only supplies the initial implements and accessories with each tractor when it is required, the source for the replacement of the accessories is extremely limited. This same applies to the replacements of accessories of the implements sold by *Identify A*.

If a business of this nature were to be established in this country, it is certain that *Identify A*, according to their production program for 1956, would be in a position to consume between \$100,000 and \$130,000 (pesos) of accessories in the same year. This would be in addition to the possibility of supplying the replacements for all the implements sold by Ford Motor Co. which include the blades of at least 400 3-disc plows sold in 1954.

*Line 5*

50120-5-15

To establish a business of this nature, it is suggested that the initial capital range from \$100,000 to \$150,000 (pesos). The following are items which could be imported as initial merchandise:

250	28" blades with 4" cup for plows at \$160 each.....	\$ 40,000
210	26" blades with 3 1/2" cup for plows at \$130 each.....	27,300
400	22" blades for harrows at \$60 each	24,000
170	18"x3/16" coulter blades for furrow wheels at \$60 each.....	10,400
100	points for chisels at \$10 each....	1,000
160	sweeps for cultivators at \$15 each	2,400
80	lister heads for planters and cultivators at \$100 each.....	8,000
6	tons of 2 1/4"x2 1/4" chrome-nickel steel at \$4,000 a ton.....	24,000

NOTE: Prices are approximate. Total \$137,100

It is suggested that the franchise for the distribution of the above items be secured by deed from the various manufacturers; that they be imported directly in the name of the distributor, which in turn would keep the accessories business supplied with the necessary inventory, thus relieving that business of the tedious paper work connected with the importation of such items.

The business could be established by any number of persons and, according to the desires of the owners, can be of any of the following types:

ONE-PERSON OWNERSHIP: No notarized/deed is required and there is no limite to the capital invested.

S. de R.L. (Sociedad de Responsabilidad Limitada): This type of corporation can be established by at least two persons and can vary the number of owners without making any changes in the deed of the firm. The capital stipulated in the deed is a fixed amount.

S. de R.L. y C.V. (Sociedad de Responsabilidad Limitada y Capital Variable): A corporation of this nature is the same as the one described above, the only difference being that the capital can be varied at will. All that is required is that a ledger of capitals be maintained.

S. A. (Sociedad Anónima): A minimum of five persons is required to establish this type of corporation. The stock is distributed among the corresponding stock-holders according to the capital stipulated in the deed which must a fixed amount.

S.A. de C.V. (Sociedad Anónima de Capital Variable):  
This corporation is identical with the one above with the  
advantage that its capital can be varied at will by means  
of the establishment of a ledger of capitals.

To begin operations on a legal basis, it is first required  
to submit the proposed name of the firm to the "Secretaría de  
Relaciones" for approval, after which the deed may be immediately  
drawn up. Next, it is necessary to register the name of the firm  
in the following government offices:

Secretaría de Economía.

Secretaría de Hacienda y Crédito Público.

Secretaría de Salubridad y Asistencia Pública.

Gobierno del Distrito Federal (in the event that  
this business is established in the D.F.)

Seguro Social

All this legal red tape may be accomplished through the  
services of a competent public accountant who could later be in  
charge of handling the legal books of the firm, pay taxes, Social  
Security dues, etc., for an approximate fee of \$350.00 (pesos) a  
month.

30-120-5-15

~~SECRET~~

SITARATE COVER ATTACHMENT

HFM-A-3797  
8 December 1955

Identity A - Fabrica de Implementos Agricolas

~~SECRET~~

**SECRET**

Print of your plan  
of Lipstick Limited House  
attachment to HNM-A -  
3429 dated 15 Aug 55

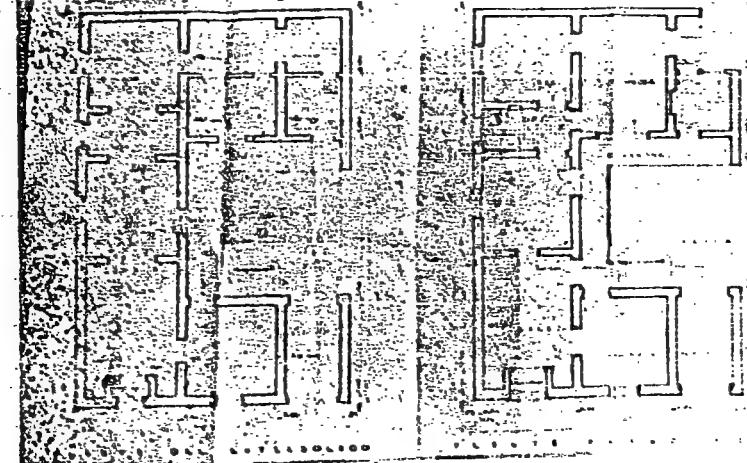
Mexico City Station  
- file

B-III / Mexico/ Shaw  
for your info XMM

FILE: LIPSTICK  
LIMITED

**SECRET**

SECRET



FROM:

**ACTION**

CABLE

SECRET

ROUTING AND RECORD SHEET

Accession No. 28879  
Date Received SA \_\_\_\_\_

To	Room No.	Date		Officer's Initials	Comments
		Received	Forwarded		
1. <u>3</u>		<u>10/15/55</u>		<u>RJS</u>	Re: advice for LIPSTICK team. Will sent with Norton, Field. field no possibility get there now. Pending off road project which is now in the mill. No cable reply.
2.					
3. <u>Mail room</u>			<u>13/15/55</u>	<u>EJB</u>	
4.					
5. <u>Mexi</u>					
6.					
7.					
8.					
9.					
10. Cable desk					

DATE RECEIVED	<u>10/15/55</u>
ACTION TO	<u>RJS</u>
ACTION TAKEN	<u>Note to field</u>

FILE: LIPSTICK /d.

Each comment should be numbered to correspond with number in To column.  
A line should be drawn across sheet under each comment.

Officer designations should be used in To column.

Each officer should initial (check mark insufficient) before further routing.

Action desired or action taken should be indicated in Comments column.

Routing sheet should always be returned to registry.

For officer designations see separate sheet.

SECRET

DATE : 25/  
9 NOV 55

CLASSIFIED MESSAGE

SECRET

ROUTING	
1	4
2	5
3	6

TO : DIRECTOR  
FROM : MEXICO  
ACTION: WH 5  
INFO : FT/RI 2, S/C 2

MEXI 267 (IN 2P879)

1842Z 9 NOV 55

ROUTINE  
PRYGDEN

CITE: MEXI

TO: DIR

RE: HMI-A-3247

URGENTLY REQUEST AUTHORIZATION OF PEF FOR IMPLEMENTATION  
OF LIPSTICK/LIMITED.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

**SECRET**

AIR

1964-2613

: Chief of Station, Mexico City.

: Chief, WHD

- Operational Matters

- LIPSTICK/LIMITED

RFF: H384-A-3293

1. During his recent visit to Headquarters Mathew S. Dingley indicated that, as an alternative to the book store cover mentioned in reference, it might prove feasible to set up a shop dealing in sale of compressed oxygen at the LIPSTICK/LIMITED location. Dingley further indicated that this alternative cover would involve lower expenditures of funds. It is noted that paragraph 5, g, of reference states that an estimated \$2200 U.S. would be needed to implement the book store cover. Paragraph 5, e, indicates that the business might well operate at a loss.
2. Headquarters would appreciate more information on costs involved in establishing the oxygen supply business, and at the same time would appreciate the field's views regarding establishment of some type of repair shop to cover LIPSTICK/LIMITED. It would seem that somewhere in the LIPSTICK complex, or among other Station assets, there might be located a person engaged in repair of electrical appliances, shoes, clothing, or some other articles. Perhaps a relative of one of the present LIPSTICK team might have the necessary qualifications. In case such assets do exist, the Station might make the LIPSTICK/LIMITED premises available on a rent free basis for the use of the repairman in return for the cover obtained. In this case the organization would not become involved in maintenance of inventories needed for retail businesses and would not become embroiled in administration of the business.
3. In replying to the above proposition, please also advise Headquarters of the status of the LIPSTICK/LIMITED building modifications.

19 October 1955

Distributions:

3 - Mexico 1 - WH/Mailroom

1 - RI

1 - WH/Chrono 1 - Subject

F. P. HOLCOMB  
AC/WHD

F. P. HOLCOMB

O. M. DOERFLINGER

**SECRET**

535  
R. T. SHAW

GRIG : R. T. SHAW  
UNIT : WHD  
EXT : 2555  
DATE : 25 JULY 1955

534  
535

CLASSIFIED MESSAGE

SECRET

LIPSTICK/LIMITED

ROUTINE

1	5	2	8
2		5	
3		6	

TO : MEXICO CITY

FROM : DIRECTOR

CONF : NH 5

INFO : FI, FI/OPS, FI/PLANS, FI/RI 2, PP 2, FP/OPS, S/C 2

DIR 15567 (OUT 59079) 1957 25 JUL 55.

ROUTINE  
PRECEDENCE

TO: MEXI

CITE: DIR

RE: MEXI 008 (IN 24832)

CABLE DESCRIPTION NECESSARY REPAIRS AND ESTIMATLV COST.

END OF MESSAGE

F. P. HOLCOMB  
RELEASING OFFICER

COORDINATING OFFICERS

SECRET

O. N. DODDING  
AUTHENTICATING OFFICER

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

FROM:

**ACTION**

CABLE

SECRET

**ROUTING AND RECORD SHEET**

Accession No. 24732  
Date Received SA

To	Room No.	DATE		OFFICER'S INITIALS	COMMENTS
		Received	Forwarded		
1. 3		18 July		RFB	<u>FILE LIPSTICK</u>
2.					
Mail Korea			5/25/55	E13	
4.					
5. Mexico				RFB	<p>DATE RECEIVED INITIALS</p> <p>Show Cable to field for estimate of cost of repairs.</p>
6.					
7.					
8.					
9.					
10. Cable desk					<p>FR 45-1180 - a purchase price, b. attorney, appraisal, &amp; surveyor fees, c. recording fees &amp; related costs, d. Taxes &amp; assessments &amp; Title search, &amp; option to purchase</p> <p>FR 45-1000 4 (authority), a, (3) (c) - Total cost of alterations not to exceed \$500 for single property.</p> <p>Chief may obtain authority in excess of \$500 upon presenting justification therefor.</p>

Each comment should be numbered to correspond with number in To column.  
A line should be drawn across sheet under each comment.

Officer designations should be used in To column.

Each officer should initial (check mark insufficient) before further routing.

Action desired or action taken should be indicated in Comments column.

Routing sheet should always be returned to registry.

For officer designations see separate sheet.

Must have estimate of  
repair costs.

SECRET

CLASSIFIED MESSAGE		ROUTINE
DATE : 019 6 JULY 1955	SECRET	1 2 3 4 5 6
TO : DIRECTOR		
FROM : MEXICO		
ACTION: <i>(initials)</i>		
INFO : FI, FI/OPS, FI/PLANS, FI/RI 2, PP 2, PP/OPS, S/C 2		

MEXI 008 (IN 21832)      0708Z 16 JUL 55      ROUTINE

PRIORITY  
TO: DIR      CITE: SMEXI

REF DIR 49093 (OUT 91585)

1. PURCHASE LIPSTICK/LIMITED ALMOST COMPLETED.
2. FR 45-1180 DOES NOT AUTHORIZE BASIC REPAIRS WHICH ARE ESSENTIAL REGARDLESS OF COVER EMPLOYED. MUST DO SOME REMODELING TO MAKE HOUSE LIVABLE AND TO CONFORM TO LIMOUSINE COVER STORY OF PURCHASE FOR INVESTMENT.
3. NECESSARY REPAIRS AND PURCHASE PRICE WILL NOT EXCEED ORIGINAL AUTHORIZATION.
4. REQUEST CABLE REPLY SINCE MOST ANXIOUS TO RESUME OPERATIONS.
5. ALL DETAILS, DEEDS AND RECEIPTS WILL BE POUCHED WHEN AVAILABLE.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE      Copy No:

*Lipstick*

# SECRET

AIR

1084-A-3293

Chief, Western Hemisphere Division

11 July 1955

Chief of Station, Mexico

Operational  
LIPSTICK/LIMITED

REF: a. MEXI 962  
b. DIR 11082  
c. MEXI 979

1. Reference g set forth the basic estimates for the establishment of a bookstore to provide cover for the LIPSTICK/LIMITED basehouse. Reference b recommended against the institution of this cover because of the difficulties involved in the detailed planning and supervision of a proprietary project by both Headquarters and the field. Reference g stated that LIPSTICK/LIMITED would be initiated with residence cover but cautioned that this Station did not believe that long-time residence cover would be operationally secure.

2. During the negotiations for the purchase of this base by LIMOUSINE, he had put forth the explanation to his employees and the bank who handled the purchase for him, that he planned to turn the house into business property. Whereas this factor, in itself, is not controlling, it does represent a potential security hazard. Should either LIMOUSINE's employees or the employees of the bank ever speculate as to the reason for LIMOUSINE's apparent change of plans, they may approximate the truth since the location of the house is obvious to all concerned.

3. An additional factor which indicates that residence cover will probably not provide adequate security is the general locale of the house. The house is located on a fairly busy street surrounded by commercial buildings. In the next block there are two apartment buildings, one is a low-middle class apartment house and the other is mostly offices with a few living apartments (one of which is the RAPPER base). Generally, it may be said that with the exception of the LIMERICK target

# SECRET

**SECRET**

B94-A-3293  
11 July 1955  
Page 2

the entire area is commercial. Although the LIPSTICK/LIMITED base has been a residence for many years, the area is becoming more commercial and this makes the base appear very different from its surroundings. This fact is in opposition to the principle of cover that inconspicuousness is a primary requisite of operational security.

4. This Station recognizes that a proprietary project requires a great degree of attention and close supervision. It is also recognized that it places an additional burden upon Headquarters. However, it is the opinion of this Station that residence cover will not suffice for a sustained operation and that some other form of cover must be found to make the occupation of this base a believable thing. Commercial cover as outlined in reference A appears to satisfy most of the requirements for what is believed to be good, durable cover. It is therefore requested that if Headquarters agrees with this proposal, this Station be authorized by cable to proceed with the establishment of a business cover as outlined in reference A.

5. As of assistance to Headquarters in arriving at a decision, the following outline of the proposed business cover is submitted.

a. LIPSTICK-14 and his family of two sons and a wife will occupy the basehouse. Clearance requests have been submitted on the older son and the wife who will assist LIPSTICK-14 in the operation of the shop, and possibly the son will also assist in the technical work involved. LIPSTICK-14 has been a book salesman for many years and is fairly conversant with the intricacies of the book business. Although it could not be said that he is experienced in the retail book store business, he represents the best asset available to this Station for such a cover business while still fitting into this lower middle class neighborhood and sufficiently trained in clandestine methods of work.

b. The present house must be remodeled to provide for a street entrance into the store and also for some smaller alterations to enlarge the room that is planned to be used for the store. It is estimated that this will cost approximately \$500.00 U.S.

c. The initial purchase of stock is estimated to cost approximately \$500.00 U.S. At present it is contemplated that the store will deal in paper-backed Spanish novels which would be about the level of reading in this neighborhood. Magazines and some stationary

**SECRET**

**SECRET**

HQ4A-3293  
11 July 1955  
Page 3

supplies will also be carried, but the best items of stock will have to be determined at a later date according to public demand. It might be well to consider that there exists the possibility that this business, regardless of what line is carried, will operate at a loss. Even though there is no comparable store in the immediate neighborhood and it is sincerely felt that there is a remote chance that the business may break even, there is a stronger feeling that it will probably be operating in the red most of the time.

d. Interior counters and display cases have been estimated to cost around \$100 U.S. Most of the equipment will be second-hand but some new bookcases will have to be built around the walls.

e. LIPSTICK-14 has stated that the normal way of conducting a retail book business is to buy stock on a 30-, 60- or 90-day note. The publishers will extend this credit if you can show a bank balance sufficient to pay the note after all other debts have been paid. This is proven by an examination of your books to see if your balance is sufficient to liquidate all debts. This amount deposited is not actually in the nature of an expenditure since it will be deposited in a bank merely for the purpose of establishing a credit rating. There may be occasions when some bill will have to be paid from this amount but every attempt will be made to preserve it intact. LIPSTICK-14 has suggested that all checks on this account be signed by at least two people. At present the second signer has not been chosen but the most likely candidate is LIPSTICK-19 whom we consider to be completely trustworthy. Naturally, before any expenditures are made, the Case Officers will have to approve them. It is estimated that \$1000 U.S. must be deposited in order to establish credit for this size and type of business.

f. It has been estimated that approximately \$100 U.S. will be necessary for the purchase of a business license and several small items of office equipment, such as ledgers, typewriter and a small adding machine. This amount should also cover the necessary bribes and payoffs which are usual items in the conduct of a business in Mexico City.

g. The total amount estimated to start this cover business is \$2200 U.S. It is submitted that this relatively small amount will give this operation the very best chance to function in a secure manner.

Matthew S. DINGLEY

**SECRET**

MSD/gfb

Distribution:  
3 - Wash 2 - Files

FILE: LIPSTICK  
OPNL

CLASSIFIED MESSAGE

040

DATE : 6 JULY 55

SECRET

ROUTINE

1	4
2	5
3	6

TO : DIRECTOR

FROM : MEXICO CITY

ACTION: WH 5

INFO : FI, FI/OPS, FI/RI 2, S/C 2

MEXI 987 (IN 21485)

0650Z 7 JUN 55

ROUTINE

PRIORITY

CITE: SMEXI

TO: DIR

RE: DIR 10576 (OUT 5054) RE HMMA-3130

CASE OFFICERS CALLED ONLY IS LAST RESORT UNTIL CUT-OUT WITH CREDENTIALS READY. LIPSTICK 19 WILL HAVE CREDENTIALS WITHIN TWO DAYS AND LIPSTICK 17 AND LIPSTICK 20 WITHIN TWO WEEKS. AT THAT TIME CASE OFFICERS WILL NO LONGER BE USED AS LAST RESORT. HOWEVER THIS LAST RESORT WAS NECESSARY IN THE PAST TO PRESERVE MORALE OF TEAM.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE COPY NO.

CLASSIFIED MESSAGE

FILE: LIPSTICK

DATE : 05 JULY 55

SECRET

ROUTING	
1	4
2	5
3	6

TO : DIRECTOR  
 FROM : MEXICO CITY  
 ACTION: TM 5  
 INFO : PI, FI/OPS, FI/RI 2, SSA, CM, S/C 2

MEXI 979 (IN 20860)

1749Z 5 JUL 55

ROUTINE PROCEDURE

TO: DIR

CITE: SMEXI

RE: DIR 11082 (OUT 51378)

FORMERLY KNOWN AS LIPSTICK-7 BASE  
HOUSE.1. LIPSTICK/LIMITED ASSIGNED PARA 2 REF.

2. WILL INSTITUTE LIPSTICK/LIMITED WITH RESIDENCE

COVER UNTIL DETAILS OF BUSINESS COVER CAN BE CONSIDERED BY HQS.

POUCHING DETAILS. DO NOT BELIEVE LONG TIME RESIDENCE COVER

OPERATIONALLY SECURE.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE . COPY NO.

432  
DATE : 24 JUNE 1955

## CLASSIFIED MESSAGE

SECRET

LIPSTICK

ROUTINE	
1	4
2	5
3	6

TO : DIRECTOR  
FROM : MEXICO CITY  
ACTION: WH 5  
INFO : COP, FI, FI/OPS, FI/RI 2, SSA, CM, S/C 2

MEXI 962 (IN 17533)

2320Z 24 JUN 55

ROUTINE  
PRECEDENCE

TO: DIR

CITE: SMEXI

LIPSTICK 7 HOUSE PURCHASE ALMOST COMPLETED. LIPSTICK 14 AND FAMILY WILL OCCUPY HOUSE. COVER OF BOOK STORE WILL BE USED SINCE ENTIRELY FAMILIAR WITH THIS BUSINESS FROM YEARS OF EXPERIENCE.  
~~ENTIRELY FAMILIAR WITH THIS BUSINESS FROM YEARS OF EXPERIENCE.~~  
LIPSTICK 1 (~~PARTITION MTSFMS BEING SERVICED~~). REQUEST CABLE APPROVAL FOLLOWING EXPENDITURES, ALL IN DOLLARS, FOR WHICH SUFFICIENT MONEY ALREADY IN LIPSTICK ALLOTTMENT:

- A. REMODELING HOUSE FOR STORE \$500.
- B. INITIAL PURCHASE OF STOCK \$500.
- C. INTERIOR COUNTERS AND CASES \$100.
- D. ESTABLISHING CREDIT \$1,000.
- E. LICENSES AND BUSINESS EQUIPMENT \$100.

TOTAL \$2,200.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

432  
DATE : 24 JUNE 1955

## CLASSIFIED MESSAGE

SECRET

ROUTINE  
LIPSTICK

1	4
2	5
3	6

TO : DIRECTOR  
FROM : MEXICO CITY  
ACTION: WH 5  
INFO : COP, FI, FI/OPS, FI/RI 2, SSA, CM, S/C 2

MEXI 962 (IN 17533) 2320Z 23 JUN 55

ROUTINE  
PRECEDENCE

TO: DIR

CITE: SMEXI

LIPSTICK 7 HOUSE PURCHASE ALMOST COMPLETED. LIPSTICK 14 AND FAMILY WILL OCCUPY HOUSE. COVER OF BOOK STORE WILL BE USED SINCE ENTRÉE FAMILIAR WITH THIS BUSINESS FROM YEARS OF EXPERIENCE.  
LIPSTICK 1 (POSITION MTSING BEING SERVICED). REQUEST CABLE APPROVAL FOLLOWING EXPENDITURES, ALL IN DOLLARS, FOR WHICH SUFFICIENT MONEY ALREADY IN LIPSTICK ALLOTTMENT:

- A. REMODELING HOUSE FOR STORE \$500.
- B. INITIAL PURCHASE OF STOCK \$500.
- C. INTERIOR COUNTERS AND CASES \$100.
- D. ESTABLISHING CREDIT \$1,000.
- E. LICENSES AND BUSINESS EQUIPMENT \$100.

TOTAL \$2,200.

END OF MESSAGE

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

LIPSTICK 1.

CLASSIFIED MESSAGE

005  
DATE : 10 JUNE 55

SECRET

ROUTING

1	4	
2	5	
S	6	

TO : DIRECTOR.

FROM : MEXICO CITY

ACTION: WH 5

INFO : CI, CI/OA, FI, FI/OPS, FI/RI 2, PP 2, PP/OPS, S/C 2

MEXI 913 (IN 12828)

OLOLZ 11 JUN 55

ROUTINE

PRECEDENCE

TO: DIR

CITE: SMEXI

RE: DIR 49093 (OUT81385) DATED 20 APRIL 55

1. PURCHASE LIPSTICK-7 HOUSE NEARLY COMPLETE. TO SHAKE POSSIBLE LIMERICK SURVEILLANCE REQUEST AUTHORIZATION SPEND 1500 PESOS FOR LIPSTICK-7 TRAVEL OUT OF TOWN SEVERAL WEEKS AND STORAGE FURNITURE.

2. AFTER 6 MONTHS COOLING OFF PLAN USE LIPSTICK-7 AS BASE HOUSE OPERATOR. MEANWHILE SINCE SHE RECEIVES RENT FREE QUARTERS IN PRESENT JOB AND WILL IN BASE HOUSE, REQUEST PERMISSION PAY 800 PESOS RENT DURING INTERIM WHEN SHE WILL WORK AS LIFEAT TRANSCRIBER. REQUEST CLEARANCE FOR THIS WORK.

END OF MESSAGE

*Approved.*

SECRET

IT IS FORBIDDEN TO MAKE A COPY OF THIS MESSAGE Copy No.

**DESENSITIZED**

per CSN 43-43

VIA

AIR  
(Specify Air or Sea Postal)

DISPATCH NO. 122-A-2190

REC'D # 172

**SECRET//~~REFAT~~**

TO : Chief, WWD  
FROM : Chief of Mission, Mexico City  
SUBJECT GENERAL Operations  
SPECIFIC LIPSTICK-7

DATE 7 December 1954

1. The station desires to purchase the present LIPSTICK-7 photo and radio dispatch base for the following reasons:

- a. It is the best location available for the type of work being done there.
  - b. It is the only location that could be bought for a nominal price that would fill the needs of the operation. The only other prime location is a large and relatively new apartment house. \$10,000.
  - c. It is known that the owner is willing to sell.
  - d. At the time when the present rental contract was renewed, we had to increase our rent to keep the owner from selling. At present the rent we are paying is much higher than the house is really worth. It seems likely that when the contract is to be renewed in July 1955 the owner may boost the rent again or refuse outright to continue to rent it.
  - e. Since it is planned that in 1955 radio dispatching operations for physical surveillance operations will be increased at this location, the station desires to be able to count on having it indefinitely.
  - f. In the event of an increase in international tensions, it is likely that all LIPSTICK personnel would move into their official establishment. In this event, coverage from LIPSTICK-7 would be all the station would have, and hence would be of the greatest importance.
2. When the present rental contract was negotiated, the owner was willing

AM	PM
AB	X
IN	
RS	
BK	
DES	NFD
PI	
SP	WHD

Remove from Project 1: LIPSTICK-7 - 25/4  
CS Classification: 90-1-2-25/4  
JOB #: 70-143/85  
Box: 182  
Date: / /

FORM NO. 51-28  
10-24-1949

CLASSIFICATION

CS COPY

7 DEC 54  
SD-6-2519

141-0000  
7 Dec 1954  
7 Dec 1954  
7 Dec 1954

Page 2

to sell the property for about 110,000 (US).

3. This station thinks the purchase would best be effected through LEMINSKE. LEMINSKE already is head of one of the larger construction companies in Mexico. The company has for a number of years been actively engaged in the acquisition of land and in the erection of buildings. A ready reason for purchasing LIPSTICK-7 base would be that his company eventually intends to tear it down (it is a fairly small old building) and construct either an apartment or a commercial building. This explanation would be fully adequate since in the area of town concerned, many old residences are being torn down and replaced by new large buildings. Of course, it would never be necessary to put up another building. Possession of the property, on the other hand, would give the station greater freedom in setting up equipment, making minor operational alterations in the structure, etc., if deemed necessary.

4. With reference to RA 45-1130 (Real Estate and Construction), this Mission would like to know if it would be necessary to comply with all the requisites noted under paragraph 6 (Procedures) insofar as having to inform the administrative departments at headquarters of such specific details as name of purchaser and address of property. It is hoped that it is not necessary to give details of this type except to those engaged in operations as we believe that this location is the most sensitive one we have.

5. In this connection it should be noted also that in the event LIPSTICK-7 were blown, ownership of the house by the station would mean that the possibilities of continuing work would be much more favorable than they would be if we did not own the property.

6. We steer toward accumulating the property have yet been taken. This station would appreciate an answer to the following questions:

- a. Does Headquarters concur in the advisability of buying the house?
- b. Does Headquarters agree that LEMINSKE's company is a suitable means through which to effect the purchase? In regard to this point, the actual negotiations could be carried out by one of LEMINSKE's native partners or agents. Furthermore, the whole negotiation could be carried on without LEMINSKE's having to know that we are already at work at that location.

7. This station would appreciate an early reply to these questions. The present contract expires in July 1955 and we believe that the sooner we take action the less likely we are to lose this opportunity.

Thomas G. Urquhart  
Thomas G. Urquhart

TCU/lol  
2 December 1954  
Distribution:  
    - Headquarters  
    2 - Files

50-6-2519

SECRET

(When Filled In)

## CASE FILE REQUEST

TO: RI/ANALYSIS SECTION	DATE: 25 June 1957
FROM: RI/III Mexico	ROOM NO. 2121 BARTON 2555 TELEPHONE

## 1. CASE TITLE

Project LIPSTICK/LIMITED

2. ACTION REQUESTED	3. COUNTRY AND CATEGORY
<input checked="" type="checkbox"/> OPEN FILE AS INDICATED	COUNTRY: 50
<input type="checkbox"/> AMEND FILE AS INDICATED	CATEGORY: 6-25/9
<input type="checkbox"/> CLOSE FILE	IF OPERATIONAL FILE, REQUEST RI/III

## 4. COMMENTS: (Include brief description of file or project)

Physical surveillance base house.

Original of documents entitled LIPSTICK/LIMITED to be placed in 50-6-25/3  
with carbon copy for 50-6-25/9

## 5. FOR RI USE ONLY

6. ENDORSEMENT	7. APPROVAL
THIS REQUEST SATISFIES THE RECORDS REQUIREMENTS OF CLANDESTINE DESTINE SERVICES.	REQUEST APPROVED

SIGNATURE RI/ANALYSIS: DAVID O. NORDEEN	SIGNED (For Chief, RI)
---	------------------------

EFFECTIVE DATE: 3 JUL 1957	RE CASE TITLE NUMBER			
	50	6	25/9	W.B.

50-6-74/5 + 19

OTHER AGENCY

4 DOCS ENCLOSED

**CONFIDENTIAL**

**NOTICE**

THIS FILE HAS BEEN PROCESSED AND RETIRED. **DO NOT**  
**ADD ANY DOCUMENTS TO THIS FOLDER. FORWARD CS**  
**DOCUMENTS THAT SHOULD BE INCLUDED IN THIS FOLDER**  
**TO IP /RPU GE-58.**

**NOTICE**

**CONFIDENTIAL**

(7-13)

FORM 2593  
2-66

SECRET

(WHINFILED IN)

D-3

FROM: (Headquarters component) WH		SUBJECT AND PROJECT FILE REQUEST AND FIELD NOTIFICATION OF ACTION	
TO: RIDIAN	FROM: (Division) WH		
TO: (Station/Base) MEXICO	INFORMATION FOR REQUESTERS		
<p>COMPLETE ITEMS 1 THROUGH 12.</p> <p>ITEM 3-ALL FILE TITLES MUST BE STERILE SINCE THEY WILL APPEAR ON THE FIELD COPIES AND ON MACHINE LISTS.</p> <p>ITEM 6-ALL REMARKS MUST BE STERILE.</p> <p>ITEM 7 AND 8-USE FIRST THREE LETTERS OF DISPATCH SYMBOLS FOR FIELD STATIONS AND LIST HEADQUARTERS ELEMENTS ACCORDING TO ESTABLISHED NUMERIC CODES.</p> <p>ITEM 10-ENTER OLD TITLE WHEN AMENDING A TITLE. CITE ANY FILES, SUCH AS 201 OR PROJECT FILES THAT ARE RELATED TO THE FILE COVERED BY THIS REQUEST. ITEM 10 MAY ALSO BE USED TO GIVE REASONS FOR THE ACTION BEING REQUESTED, TO IDENTIFY THE TYPE OF MATERIAL TO BE PLACED IN A FILE OR TO MAKE OTHER EXPLANATORY REMARKS.</p> <p>ITEM 11-A RECORDS OFFICER MUST SIGN ALL FILE ACTION REQUESTS. CONSULT YOUR RMO ON ANY PROBLEMS THAT ARISE.</p>			
INFORMATION CONCERNING FILE			
1. TYPE OF FILE <input type="checkbox"/> SUBJECT <input checked="" type="checkbox"/> PROJECT	2. CODE (FILE) NUMBER 050	COUNTRY NUMBER 006	SPECIFIC SUBJECT NUMBER 074/05
3. FILE TITLE (SPECIFIC SUBJECT) (PROJECTS LIMITED TO 15 SPACES) LIEMPTY/LIMITED			
ACTION REQUIRED			
4. ANALYSIS ACTION OPEN FILE <input checked="" type="checkbox"/> CLOSE FILE (INDICATE DISPOSITION)	5. DISPOSITION <input checked="" type="checkbox"/> RETAIN      DESTRUCTION RECOMMENDED THRU (DATE)		
6. REMARKS (FOR FIELD DISTRIBUTION)			
7. INTERESTED STATIONS (PROJECTS ONLY) HMM		8. INTERESTED HEADQUARTERS DESK (LIST ACTION DESK FIRST) 050	
9. FILES ACTION <input checked="" type="checkbox"/> HOLD IN CS FILES      RESTRICTED      UNRESTRICTED      PREPARE FOLDER AND SEND TO REQUESTER      CHARGE PERMANENTLY TO OFFICER & DESK			
10. COMMENTS (INCLUDE SPECIAL HEADQUARTERS ROUTING INSTRUCTIONS)			
11. ENDORSEMENT SIGNATURE OF BRANCH/DESK R. O. S16	12. COORDINATION SIGNATURE OF BRANCH/DESK R. O. (WHEN APPLICABLE)	13. APPROVAL REQUEST APPROVED BY 	
EFFECTIVE DATE 8 April 1971	CODE (FILE) NUMBER 050	38	

FORM 812  
12-63OBSOLETE PREVIOUS  
EDITIONS  
MFG. 2-64

SECRET

1-CS COPY

HMMA-34229

1P

**DISPATCH**

		CLASSIFICATION	PROCESSING ACTION
		<b>S E C R E T</b>	X MARKED FOR INDEXING
TO:	Chief, WH Division		NO INDEXING REQUIRED
INFO:	Chief, SB Division		ONLY QUALIFIED DISK CAN JUDGE INDEXING
FROM:	Chief of Station, Mexico City		MICROFILM
SUBJECT	REDOAT - John F. CONNER - NO 201		
ACTION REQUIRED - REFERENCES	CIT USA CIT Mexico	ACC: TTEL DRIVER ACC: BUSG	
ACTION REQUIRED:	FYI	ORCV 24 Feb 68 USA/NY	
REFERENCE :	(A) MEXICO CITY 3265, 24 October 1967 50-6-74/5		
	(B) HMMS-5743, 26 December 1967		
	<u>New Artistic Painter for Olympics Committee</u>		
<p>1. Reference (A) reported the visit to the Soviet Embassy on 17 October 1967 of an unidentified man, believed to be American, who entered at 1421 hours and left at 1733 hours. This man was driving a 1966 white Volkswagen with New York license plates number 6G3339. Reference (B) reported that Headquarters traces were negative on John F. CONNER, owner of the car in question.</p> <p>2. Attached for Headquarters information are pertinent memoranda concerning Subject case which have been passed and received from the Legal Attaché.</p> <p>3. Our memorandum dated 6 March 1968 (attached) indicates that Subject was never in contact with the Soviet Embassy but had loaned his car to a friend, Eduardo TERRAZAS, a member of the Olympic Organizing Committee, who conducts business on behalf of the committee with representatives of the Soviet Embassy in Mexico. The man who visited the Soviet Embassy on 17 October 1967 was Eduardo TERRAZAS. No further action is planned on this case.</p>			
	CIT Mexico ACC: BUSG	for Willard C. CURTIS	
Attachment:	Memoranda and photos		
Distribution:	L2 - C/WH, w/att. 2 - C/SB, w/o/att. 2cc - SB/c/WH		
<i>h/w att: 1</i>		 <i>CS 6011</i>	
CROSS REFERENCE TO  <i>G/H/ 5</i>		DISPATCH SYMBOL AND NUMBER	DATE
		HMMA-34229	7 March 1968
		CLASSIFICATION	HQS FILE NUMBER
		<b>S E C R E T</b>	50-6-74/5

Date: January 18, 1968

To:

From:

Legal Attaché

Subject: UNIDENTIFIED VISITOR TO SOVIET EMBASSY  
(105-8448) (1-18-68)

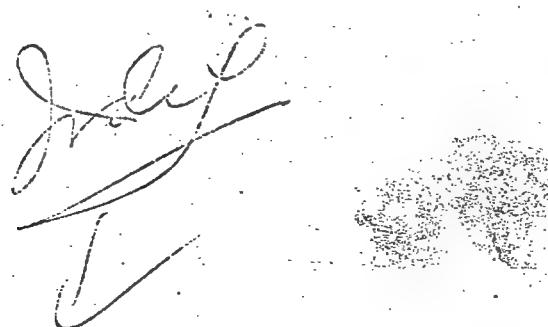
This document for your information only and is loaned to you for your personal use. It is not to be distributed outside your office without appropriate authorization.

Reference is made to my memorandum dated December 20, 1967, and your memorandum dated 12 December 1967, #12,365.

Enclosed are two memoranda dated January 8, 1968, New York, New York, which pertain to captioned matter.

Investigation in the United States continues, and the results will be furnished to you when received.

Enclosures - 2

A large, handwritten signature in black ink, appearing to read "John F. Kennedy". To the right of the signature is a small, circular, faint embossed seal or stamp.

New York, New York  
January 8, 1968

Unknown Subject; Visitor to Soviet  
Embassy, Mexico City, October 17, 1967,  
Driving 1966 White Volkswagen, New York  
License CG-3339.

On December 11, 1967, Lieutenant Edward Wolfhoki, Office of the Sheriff of Suffolk County, Riverhead, New York, advised that the records of the Bureau of Motor Vehicles, maintained by his office, reveal that New York license CG 3339 was issued to John F. Conner, born on February 24, 1935, with residence at 223 Kings Point Road, Easthampton, New York. This registration was issued for a 1961 Volkswagen suburban, color not recorded. There is no business recorded for Conner.

On December 14, 1967, the records of the Suffolk County Board of Elections, Yaphank, New York, were reviewed and it was ascertained that John F. Conner is an enrolled voter in Suffolk County with residence as above. It is indicated that he enrolled for voting for the first time in Suffolk County in 1966 stating that he had resided in Suffolk County since 1961. He voted previously in 1960 from a residence address of 34 Garden Place, Brooklyn, New York. He is described in the records as having been born on February 24, 1935, in the United States; five feet eleven inches, no weight in records; red hair; blue eyes; married.

- On December 11, 1967, Mrs. Jill Mueller, Credit Bureau Nassau-Suffolk, Incorporated, 6 East Main Street, Riverhead, New York, advised that there is no credit data in her files pertaining to John F. Conner.

Unclaimed Subjects; Westgate Service  
Baptist, Memphis City, October 17, 1967,  
1967, 1968 White Volkswagen New York  
License 68-3339

On December 14, 1937, Mr. Robert Sanders, Manager, Long Island Bankers Association, 350 North Main Street, Freeport, New York, advised that his records reveal that John F. Connor with residence at 243 Kings Point Road, Southampton, County with residence at 243 Kings Point Road, Southampton, New York, was granted a loan of \$1,500.00 on July 25, 1937, by First National Bank, Centereach, New York. He advised the writer that there is no derogatory data in his files pertaining to Connor.

On December 29, 1937, Mr. Charles Falkner, Vice-President, Finkler National Bank, Centerbrook, furnished the following information from his files:

John F. Conner was granted a loan for the purchase of a Volkswagen automobile, not further described on July 25, 1967. The amount of the loan was \$1,565.00. His records reflect that Conner was 32 years of age at the time of the loan; was married to Patricia Conner. His residence was recorded as 223 Kings Point Road, East Hampton, New York. His occupation was Taxi Driver for Terminal Systems, Incorporated, New York, New York. His wife, Patricia, was then employed at age 32, New York City, capacity not recorded. The mortgage on his home at East Hampton is held by the Eastern Federal Savings and Loan Association. His bank references were listed as Valley National Bank, East Hampton and West Side Savings Bank, Seventh Avenue and Christopher Street, New York, New York. His nearest relative, not living with him, is listed as Charles C. Kelly, uncle, 9 Barclay Street, Huntington Station, New York. The nearest relative of his wife, her mother, was listed as Helen Surbars, no address, Minneapolis, Minnesota. The record reflects that Conner had resided in East Hampton at the time for five years. His payments have been prompt.

On January 3, 1963, WPI Q-1 advised that John F. Conner, 223 Main Street Road, Easthampton, receives his mail in Post Office Box 545, Easthampton, New York Post Office. He said that this box is open through the winter so he presumes that he is a year-round resident of Easthampton.

00000  
Unknown Subject; Visitor to Soviet  
Embassy, Mexico City, October 14, 1967,  
Driving 1968 White Volkswagen, New York  
License 88-3339

On December 14, 1967, the records of the Credit Bureau of Greater New York were causaed to be checked and there is no credit data in the files of that Bureau for John P. Connor with residence address of 223 Kings Point Road, Easthampton, New York, or 34 Garden Place, Brooklyn, New York.

On January 3, 1968, William Jacobs, Chief, Easthampton Town Police Department, Easthampton, New York, advised that there are no arrests recorded in his files for John P. Connor or Patricia Connor.

**Topic** Unknown Subject; Visitor to  
Soviet Embassy, Mexico City  
October 17, 1967, Driving 1966 white  
Volkswagen, New York license 60-5339.

**Character**

**Reference** is made to memorandum, captioned and  
dated above re New York.

All sources (except one listed below) whose identities  
are concealed in referenced communication have furnished reliable  
information in the past.

NY T-1 was in a position to furnish reliable  
information.

**S E C R E T**

Date: **February 12, 1968**  
To:  
From: **Legal Attaché**  
Subject: **UNIDENTIFIED VISITOR TO SOVIET EMBASSY  
(105-6443 - 2/12/68)**

This document is for the use of your agency only and neither it nor its contents should be further distributed without appropriate authorisation.

Reference is made to your memorandum No. 12,363 dated 12 December 1967 and my memorandum dated December 28, 1967.

John F. Conner telephoned the U. S. Embassy, Mexico, D.F., and advised the Protection Section on January 31, 1968, that his wife, Patricia Sundberg Conner, a professional entertainer known as Tricia Sandberg, had advised him that she had received information that New York City had made inquiries concerning him.

Conner advised that he resides at Cordoba 23-A, Colonia Roma, Mexico, D.F., telephone 25-28-39 and stated that he is anxious to cooperate if the purpose of the inquiry can be determined.

Above information is being furnished for any action deemed advisable by you. This office does not plan to conduct additional investigation in this matter unless requested to do so by your office.

**S E C R E T**

GROUP 1  
Excluded from automatic  
downgrading and  
declassification

S E C R E T

This office would appreciate being advised  
concerning action being taken by your office.

- 2 -

S E C R E T

SECRET

6 March 1968

MEMORANDUM FOR : Legal Attaché  
FROM :  
SUBJECT : Unidentified Visitor to Soviet Embassy

1. Reference is made to your memorandum dated 12 February 1968 (#106-6443) regarding John F. CONNER.

2. A representative of this office interviewed CONNER on 5 March 1968. CONNER, who was completely cooperative throughout the interview, stated that he is an artistic painter and is employed in that capacity by the Organizing Committee of the 1968 Olympics. He said he came to Mexico in October 1967 to begin work for the Organizing Committee and expected to remain in Mexico until sometime before the Olympic Games in October of this year.

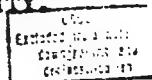
3. CONNER stated that he had never had any contact with Soviet Embassy personnel in Mexico and had never been inside the Soviet Embassy in Mexico City. However, he stated that he owns a 1967 white Volkswagen which he frequently lends to various people, including Arq. Eduardo TERRAZAS, who is a member of the Departamento de Publicaciones of the Olympic Organizing Committee. CONNER stated that he has been staying in TERRAZAS's home since coming to Mexico and that he knows TERRAZAS has on occasion conducted business on behalf of the Olympic Organizing Committee with representatives of the Soviet Embassy in Mexico.

4. CONNER does not resemble the individual in the photographs forwarded to your office along with our memorandum of 12 December 1967 (#12,365). On 5 March 1968, a member of this office who knows TERRAZAS positively identified the individual in the above photographs as TERRAZAS. TERRAZAS is a Mexican citizen.

#12,657

THIS INFORMATION IS FROM A CONFIDENTIAL SOURCE. IT MUST NOT BE DISSEMINATED IN WHOLE OR IN PART OUTSIDE YOUR OFFICE WITHOUT PRIOR APPROVAL OF THE ORIGINATING OFFICE IN MEXICO CITY.

SECRET



14 00000  
**SECRET**

- 2 -

5. Since TERRAZAS's business with the Soviet Embassy appears to be legitimate, we plan no further action on this matter.

K.R.LEVENDERIS:wgp

**Distribution:**

Orig - Addressee  
1 - 50-8-10/11  
1 - 50-2-4/A  
~~1~~ - Wash. Pouch  
1 - Memo chrono

**INDEX:** John F. CONNER and Eduardo TERRAZAS to 50-8-10/11

**SECRET**

2. A photograph of the man who was seen in the vicinity of the  
uncontaminated water supply on May 21, 1945, will be furnished  
by Commandant, Commandant of the Coast Guard, as soon as possi-  
ble. This man has been identified as being connected with  
the unloading of ships in the area.

3. Your earliest and most prompt action will be appreciated in  
connection with the above investigation.

4. A photograph of this same man will be furnished as soon as  
possible when greater time availability.

三

RECORDED BY PHOTOCOPIED SOURCE. IN 1921  
BY WALTER AND MARY GRAYSON, MEMPHIS, TENNESSEE.  
ONE HUNDRED EIGHTY-ONE OF THE ONE HUNDRED EIGHTEEN STORIES.

## Chlorophyll a fluorescence

2025 RELEASE UNDER E.O. 14176

- CRM - 4 - Addresso  
1 - 80-8-14/1  
2 - 80-8-10/11  
3 - Memo Chiaro  
4 - Linea 20464

**SECRET**

12 December 1967

MEMORANDUM FOR : Legal Attaché  
FROM :  
SUBJECT : Unidentified Visitor to Soviet Embassy

1. Reference is made to our memorandum dated 24 October 1967 (#12,211) and to your memorandum, same Subject, dated 4 December 1967 (#105-6443).

2. Forwarded herewith are the photographs promised in our above referenced memorandum. These photos are for your retention.

Attachments:  
Photographs

#12,365

THIS INFORMATION IS FROM A CONFIDENTIAL SOURCE. IT MUST NOT BE DISSEMINATED IN WHOLE OR IN PART OUTSIDE YOUR OFFICE WITHOUT PRIOR APPROVAL OF THE ORIGINATING OFFICE IN MEXICO CITY.

Distribution:

Orig - Addressee, w/att.  
1 - 50-8-10/11, w/att.  
1 - 50-2-4/A, w/o/att.  
1 - Wash Pouch, w/att.  
1 - Memo Chrono, w/o/att.

**SECRET**

Date: December 28, 1957

To:

From:

Legal Attaché

Subject: Unidentified Visitor to Soviet Embassy  
(105-6443 - 12/28/57)

Reference is made to your memorandum dated  
12 December 1957, #12,565.

Enclosed is a memorandum dated November 27, 1957,  
at Albany, New York.

Investigation in the United States is continuing,  
and you will be furnished the results when received.

Enclosure

J. J. J. J.

File  
11  
12/28/57

~~RECORDED IN THE OFFICE OF THE CLERK OF THE COURT  
ON THIS DAY OF JUNE, 1968, BY THE CLERK AND CLERK'S ASSISTANT  
FOR THE USE OF THE CLERK AND CLERK'S ASSISTANT.~~

~~RECORDED IN THE OFFICE OF THE CLERK OF THE COURT  
ON THIS DAY OF JUNE, 1968, BY THE CLERK AND CLERK'S ASSISTANT  
FOR THE USE OF THE CLERK AND CLERK'S ASSISTANT.~~

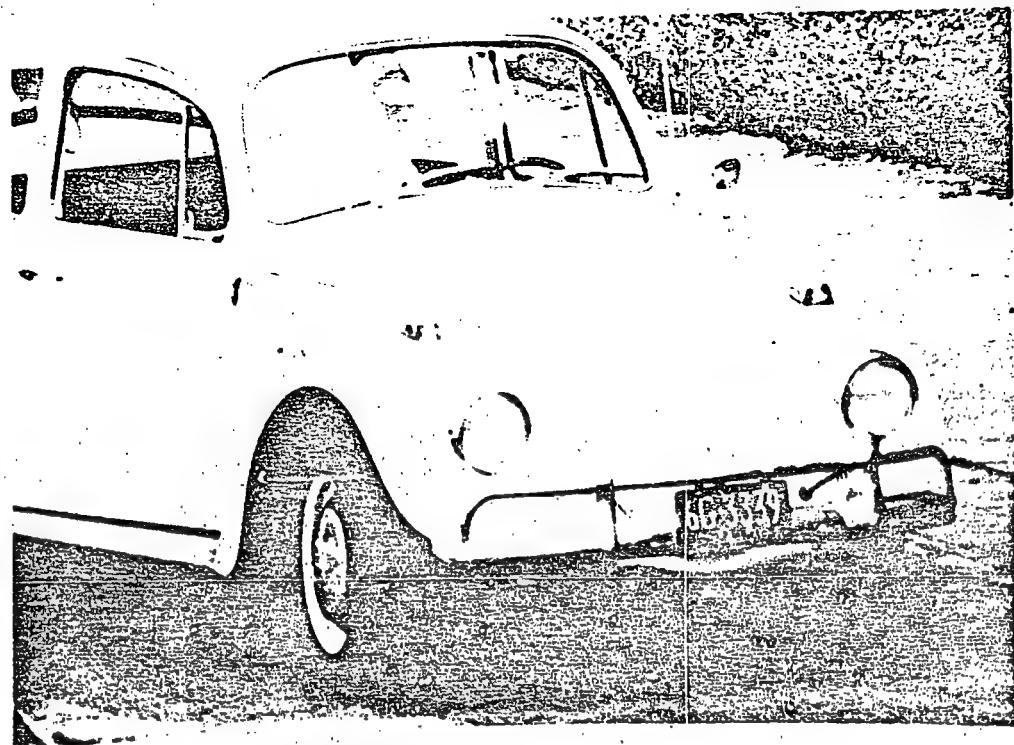
~~RECORDED IN THE OFFICE OF THE CLERK OF THE COURT  
ON THIS DAY OF JUNE, 1968, BY THE CLERK AND CLERK'S ASSISTANT  
FOR THE USE OF THE CLERK AND CLERK'S ASSISTANT.~~

~~RECORDED IN THE OFFICE OF THE CLERK OF THE COURT  
ON THIS DAY OF JUNE, 1968, BY THE CLERK AND CLERK'S ASSISTANT  
FOR THE USE OF THE CLERK AND CLERK'S ASSISTANT.~~

~~RECORDED IN THE OFFICE OF THE CLERK OF THE COURT  
ON THIS DAY OF JUNE, 1968, BY THE CLERK AND CLERK'S ASSISTANT  
FOR THE USE OF THE CLERK AND CLERK'S ASSISTANT.~~

~~RECORDED IN THE OFFICE OF THE CLERK OF THE COURT  
ON THIS DAY OF JUNE, 1968, BY THE CLERK AND CLERK'S ASSISTANT  
FOR THE USE OF THE CLERK AND CLERK'S ASSISTANT.~~

TO: CHIEF, WH DIVISION  
FROM: CHIEF 68 STATION, MEXICO CITY



<input type="checkbox"/> INDEX	<input type="checkbox"/> FILE	<input type="checkbox"/> NO	FD-36 (Rev. 1-25-64)	TOTAL COPIES
CLASSIFY TO FILE NO.			REPRODUCTION PROHIBITED	
FILE TO FILE NO.				
FILE BY <input type="checkbox"/> CFS <input type="checkbox"/> BRANCH				
DESTROY <input type="checkbox"/> 810				
ACTION				
<input checked="" type="checkbox"/> RID COPY			ADVANCE COPY	
			<input type="checkbox"/> GROUP	<input type="checkbox"/> SLOTTED
INFO: FILE URG 568 Curacao, file 2 6			UNIT	TYPE

SECRET 242219Z CITE MEXICO CITY 3263

24 Oct 67 H-78876

DIRECTOR

REDCOAT

1. LILYRIC REPORTS MAN VISITED SOVIET EMBASSY 17 OCT  
FROM 1421 TO 1733 HOURS, DRIVING 1966 WHITE VOLKSWAGEN  
WITH ORANGE ON BLUE NEW YORK PLATES 6G-3339.

2. LOCAL ENERGY INFORMED AND REQUESTED RESOLVE  
PLATES.

SECRET

SECRET

SEE HMMSS

5743

FILE 50-6-74/5

<b>DISPATCH</b>		<small>LAW ENFORCEMENT SECURITY</small>	<small>POLITICAL SECURITY</small>	<small>MISSING PERSONNEL</small>
		<b>SECRET</b>		
TO	Chief, WHD		X	SEARCH FOR SUSPECTS
INFO				NO SUSPECTS REPORTED
FROM	Chief of Station, Mexico City			ONLY QUALIFIED AGENTS CAN MAKE INVESTIGATIONS
SUBJECT	LIBERTY security of LILYRIC, LIBITTO and LICALLA			
ACTION REQUIRED: REFERENCES				
Action Required: For Your Information				
<p>1. In December 1966 Raymond H. GERHARDT, Principal Agent for the LIBERTY Project, was asked to prepare a security review, including his opinions, on the security of the LILYRIC, LIBITTO and LICALLA Basehouses vis-a-vis Soviet knowledge of their existence. The following paragraphs contain a slightly edited version of GERHARDT's report, which was received on 26 December 1966. Station comments follow GERHARDT's and are so noted.</p> <p><u>LILYRIC</u></p> <p>2. In its present new location LILYRIC is the newest of the photo bases under my control. According to LIBERTY-13, there has been no indication of interest of any sort by the Soviets in the family's move to the new apartment nor was there in the past any show of interest or peculiar behavior on their (Soviet's) part with regard to the old base and the possibility that they might be under photo surveillance.</p> <p>3. The cover for the work carried on by this base is good since the wife, LIBERTY-14, who does most of the work has no trouble in justifying her presence at home all of the time. The son, LIBERTY-27 is a medical student and attends his classes regularly and can justify his hours of study hours. (He continues to be an excellent student and was exempted from examinations at the end of this, his second year in medical school. Actually, he studies most of the night). LIBERTY-13 requires no cover as he has a full-time job as production manager for a large concern and he usually makes his meetings with GERHARDT on his way to or from work.</p>				
continued...				
<p>Distribution: 3 - Chief/WHD</p> <p style="text-align: right;"><i>LIMITED</i></p>				
CROSS REFERENCE TO	DISPATCH SYMBOL AND NUMBER	DATE		
	E004-31164	24 January 1967		
	CLASSIFICATION	MOB FILE NUMBER		
	<b>SECRET</b>	50-6-38/3		

CONTINUATION OF DISPATCH	S E C R E T	INFORMATION SOURCE AND NUMBER ESEA-31164
<p>4. The set-up in the old as well as the new base is the following. The equipment - camera, scope and tripod - is mounted in one bedroom behind venetian blinds with one slat removed. This room is locked to keep servants or any visitors from entering. The operators do not spend all their time behind the camera, but go to the adjoining bedroom where a table and typewriter are set up and where the daily logs are transcribed, knitting done, or some other activity that does not require full concentration is carried out. The curtains and blinds in this room are kept partially or fully open to allow good visibility and provide a normal appearance. Most of the daily movement of the Soviet personnel is followed from this room and when it is necessary to take pictures of visitors, unknown persons or newly arrived Soviets, the operators go to the other room and use the pre-set equipment.</p> <p>5. GERENDE's Comment. It seems to me that any careful observation by the Soviets would have revealed the tell-tale position of the venetian blinds in both the old and the new bases. I have no doubt that the Soviets realize they are under photo surveillance. The move by the family from the old to the new building must surely have been noted by the Soviets. Possibly the Soviets think the family is working with the local authorities due to LIBERTY-13's former association with the Mexican Army.</p> <p>6. Station Comments. The Station agrees with GERENDE that careful observation by the Soviets would have revealed the missing slat in the venetian blinds and also the fact that those blinds are seldom open. The Station also agrees that the Soviets realize that they are under photo surveillance. This was pointed out recently when a Soviet arrived in LIMA-300 walk-in when they passed the front gate of the Embassy and made a sign to the walk-in indicating that they could be seen by someone watching with a telescope from the buildings across the street. Also, as Headquarters is aware, there have been numerous comments by residents of Mexico City to the effect that anyone entering the Soviet Embassy is photographed; however, seldom has it been rumored that the "Americas" are doing it, which might indicate most people believe the Mexican Government is doing any such photographing and thereby reaffirming GERENDE's statement that the Soviets possibly believe the Mexican Government runs the base.</p> <p>7. Given the assumption that the LILYRIC base is blown, the Station at this point does not plan to terminate or rework the LILYRIC installation. Any operational change by the operators would be spotted by the Soviets and if the base were closed the Soviets would start looking for a new installation. The LILYRIC base is performing a useful function and it is believed that it will continue to do so. The Soviets have had opportunities to complain to the Mexican Government about being monitored photographically and have not seen fit to do so and it is believed that they probably will not do so unless there is a radical change in Soviet and/or Mexican policy. The Station has instructed GERENDE to take every precaution during his meetings with LIBERTY-13 to assure that LIBERTY-13 does not lead the Soviets to him and thereby jeopardizing other operations, especially LICAIDA.</p> <p><u>LIMITED</u></p> <p>8. The operator of the LIBERTY base, LIBERTY-6, is, to my knowledge, the oldest hand in the photo surveillance of the Soviet target and possibly the most likely to be "burned". His residence for years at the former base (now the site of the new LILYRIC building) and his move to the present base could not have gone unnoticed by the Soviets. His cover is that of an insurance salesman, but he actually does his work at the cover and is at a disadvantage in trying to explain his source of income. At times, in years past, he had to afford full-time coverage from the base, which allowed him no time to engage in credible cover activities.</p> <p>9. GERENDE Comments. I do not believe that LIBERTY-6/LIMITED is a security risk; however, his present room is, looking from an open door leading to his balcony probably can be spotted by the Soviets. LIBERTY-6 is extremely cautious about checking himself for surveillance when making meetings.</p>		
FORM 14 53c USE PREVIOUS EDITION	CLASSIFICATION S E C R E T	TYPE COMMUNIC
		2

CONTINUATION OF  
DISPATCH

SECRET

DDA - 7164

10. Station Comment. The same station comment made in reference to LILYRIDE also applies to LIBTY. Also, the use of LIBTY as the radio alert base for the LIBTY surveillance team has breached the security of this base. In regard to LIBTY, LIBTY-1 has reported that the Soviets are very interested in LIBTY-1's CTTI and that an ex-Soviet has talked to him (LIBTY-1) about LIBTY-1's CTTI and an "agent" about LIBTY-1. LIBTY-1 reported in January 1967 that the subject of LIBTY-1 and the subject of 71-751/16 asked him on 10 January or 12 January 1967, when he visited LIBTY-1, that LIBTY-1 and subject of 71-751/16 went so far as to say that he believed that LIBTY-1 is watching the Soviets.

LICALLA

11. When the Soviets raised the height of the wall in their backyard about two years ago, they could have blocked completely the view of this base's working window by raising the wall a few inches higher. Since they did not do this, it would seem to indicate that they are not aware that their activities are being monitored from this point. On the other hand, in recent months LIBTY-9, the operator, has reported that activities in the backyard have been curtailed more and more. For example, the women no longer congregate there daily, the school children enter their classes by a route not visible to LIBTY-9 and the trees and shrubs have not been trimmed in years, making LIBTY-9's view poor in most directions. LIBTY-9 says that he has never noticed any undue interest in his house or his activities by the Soviets. Access to the operating room can be seen from the window which LIBTY-9 believes to be the cosmo room in the target installation.

12. The cover for this base is that of a normal residence. LIBTY-9's cover work is that of a car and insurance salesman in a local automobile agency in the afternoon only. LIBTY-9 does work in his cover. LIBTY-9's cover for the use of the operating room is that he does accounting work for client firms. The door is kept locked at all times and LIBTY-9 never allows the servant to enter, even for cleaning purposes. The equipment is kept locked in a trunk within the room when not in use and all logs and photos are kept in a safe located in LIBTY-9's bedroom closet.

13. GRENDE Comment. I believe the Soviets are aware of the photo surveillance being carried out by this base due to the position of the window and the curtains during the hours when LIBTY-9 is operating.

14. Station Comment. The Station does not believe that this photo base is known to the Soviets. This belief is based on the fact that the LICALLA coverage is excellent and there has been no indication that the Soviets act for the benefit of observers while they are in the backyard. It is interesting to note that the Soviets made no effort to "protect" the LIBTY walk-in mentioned in paragraph 6 above during a visit to the backyard and LICALLA did obtain photographs of the walk-in. The school children no longer pass through the backyard because the location of the school was recently changed and the children now go by another route. The Station has instructed GRENDE to take every precaution in order to protect the security of the LICALLA base.

15. As a general comment pertaining to the security of the bases involved in Project LIBTY, it should be noted that the Soviets are aware of the fact that LIMOUSINE is the owner/builder of the new LILYRIDE building. LIMOUSINE is also the owner of the LIBESA complex, through a holding company.

16. The Station realizes that most of the details reported in this dispatch are known to Headquarters; however, the Station wanted to make the opinions of the Principal Agent and the Station a matter of record in a consolidated form.

for/Willard C. CURTIS

140000  
SECRET NO FOREIGN DISSEM

200000000

TO : Director  
Federal Bureau of Investigation  
Attention: Mr. S. J. Papich

FROM : Deputy Director for Plans

SUBJECT: Visitors to the Soviet Embassy, Mexico City

1. A sensitive and reliable source reported that two American looking men entered the Soviet Embassy on 27 October at 1542 hours and departed at 1549 hours. They were driving a black MG convertible with Ohio plates 4669 SK (white numerals on maroon). A set of photos of the two men are provided your Bureau for identification. This Office would appreciate being informed if either of the two individuals in the photos are positively identified.

2. Further investigation revealed that these plates were issued to a Mr. John H. COLMAN of 160 West Church Street, Xenia, Ohio for use on a 1963 MG automobile. COLMAN was born 3 November 1939 in Ohio, the son of Mr. William T. and Mrs. Jane BARBER (nee HARNER). The parents were separated for many years, but never divorced.

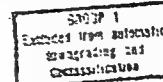
3. Credit Bureau records showed that in August 1964 COLMAN was 24 years of age and in attendance at the University of the Americas in Mexico City. He previously attended Dayton University.

4. On 14 November 1966, a member of the Xenia Police Department was interviewed at his office. He has known the COLMAN family for more than 25 years. The BARBER family is financially well-to-do and very prominent in the area. COLMAN's mother married his father, a former Air Force Colonel, who is now deceased. Colonial COLMAN was involved in some trouble at Selfridge Air Force Base, Michigan in the early 40's, and it is believed he retired from the Air Force because of this trouble. The informant did not know the details of this incident.

5. COLMAN attended local schools where he was a good student and for the past two years or so, had been attending a university in Mexico City. He visited his mother and friends during the summer of 1966 and is believed to have now returned to the university in Mexico City. The informant added that it had been reported that COLMAN married a Mexican girl and that his mother is quite upset over the marriage.

CS COPY

SECRET NO FOREIGN DISSEM



SD - L - 74/5 152 LIEMPY-5

**SECRET NO FOREIGN DISSEM**

6. The informant stated in summary that Subject has never been in any trouble, that he comes from an excellent family background, with the exception of the father's trouble in the Air Force, and that there has been no reason to question the patriotism of any member of this family. COLMAN has been a normal boy in every way, has associated with respectable friends and the informant knows nothing unfavorable concerning his character or reputation.

7. There were no Headquarters traces on COLMAN.

8. This information has been made available to your Mexico City representative and may not receive further dissemination outside your Bureau without prior approval of this Office.

CSCI-316/06009-66

Attachments:  
3 Photos

**SECRET NO FOREIGN DISSEM**

14 00000  
**SECRET NO FOREIGN DISSEM**

CSCI-316/06009-66

WH/1/Jane Zarance/pmm

Distribution:

O & 1 - Addressees  
(cc) - RI (50-6-74/5)  
cc - CI/LIA  
cc - CI/RAA  
cc - WH/1/MEXICO  
cc - WH/1/Chrono  
cc - WH/PO/A

Coordinated with:

SB/O/WH \_\_\_\_\_

WH/Sec \_\_\_\_\_

-3-

**SECRET NO FOREIGN DISSEM**

<b>DISPATCH</b>		CLASSIFICATION <b>SECRET</b>	PROCESSING ACTION
TO	Chief of Station, Mexico City	<input checked="" type="checkbox"/> F	WANTED FOR INDICTMENT
INFO.		<input type="checkbox"/>	NO HOLDING REQUIRED
FROM		<input type="checkbox"/>	ONLY QUALIFIED DEPT. CAN JUDGE INDICTMENT
SUBJECT	MICROFILMED Chief, WH Division	JAN 17 1967	MICROFILE
LAWRENCE/MARSHALL - VENICE		POB MICROFILED - MEXICO CITY	

ACTION REQUIRED: REFERENCES

Action Required: PTI

References : MEXICO CITY-9135, 4 November 1966  
1091A-30597, 17 November 1966

O.H.E. OF AUTO WHICH VISITED

A U.S.  
 IN MEXICO  
 A.C. STUDENT

1. Ohio license plates 4669-SK were issued to a Mr. John E. COLMAN of 160 West Church Street, Xenia, Ohio for use on a 1963 MG.

2. Traffic records reflected that COLMAN was born 3 November 1939 in Ohio, the son of Mr. William T. and Mrs. Jane COLMAN (nee HARNER). The parents were separated for many years, but never divorced.

3. Credit Bureau records showed that in August 1964 COLMAN was 24 years of age and in attendance at the University of the Americas in Mexico City. He previously attended Dayton University.

4. On 14 November 1966, a member of the Xenia Police Department was interviewed at his office. He has known the COLMAN family for more than 25 years. The HARNER family is financially well-to-do and very prominent in the area. COLMAN's mother married his father, a former Air Force Colonel, who is now deceased. Colonel COLMAN was involved in some trouble at Selfridge Air Force Base, Michigan in the early 40's, and it is believed he retired from the Air Force because of this trouble. The informant did not know the details of this incident.

5. COLMAN attended local schools where he was a good student and for the past two years or so, had been attending a university in Mexico City. He visited his mother and friends during the

(continued)

Attachment:

Photos

Distribution:

2 - COS, Mexico City

CROSS REFERENCE TO

1000 R/T  
[REDACTED]

DISPATCH SYMBOL AND NUMBER SB/0/WH	EXPIRED DATE Dec 1966	DATE 18 DEC 1966
CLASSIFICATION CONFIDENTIAL	HQS FILE NUMBER 5 December 1966	

C R D P M

50-L-74/5

ORIGINATING

OFFICE W. I	OFFICER Zarance	TYPED rem	LAT. 26 6
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RI  
Chrono

COORDINATING

OFFICER'S NAME

OFFICE SYMBOL SB/0/WH	DATE 6 Dec 66	OFFICER'S SIGNATURE Tom
--------------------------	------------------	----------------------------

WH/Sec	6 Dec 66	D. H. [Signature]
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OFFICE SYMBOL C/WH/1	DATE 12/1/67	RELEASING
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OFFICE SYMBOL C/WH/1	DATE 12/1/67	OFFICER'S SIGNATURE John [Signature]
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ABSTRACT X	INDEX X
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CONTINUATION OF DISPATCH	CLASSIFICATION S E C R E T	DISPATCH SYMBOL AND NUMBER HNN-15082
<p>Summer of 1966 and is believed to have now returned to the university in Mexico City. The informant added that it had been reported that COLMAN married a Mexican girl and that his mother is quite upset over the marriage.</p> <p>6. The informant stated in summary that Subject has never been in any trouble, that he comes from an excellent family background, with the exception of the father's trouble in the Air Force, and that there has been no reason to question the patriotism of any member of this family. COLMAN has been a normal boy in every way, has associated with respectable friends and the informant knows nothing unfavorable concerning his character or reputation.</p> <p>7. There were no Headquarters traces on COLMAN.</p> <p>8. This information is being passed to LMERG Headquarters and we are attaching a set of the photos asking them for positive identification on either of the two men.</p> <p style="text-align: right;"><i>[Signature]</i> Laura J. USTINE</p> <p style="text-align: center;">TMW 15 2 ST LII, PI 11/11/68</p>		
53a USE PREVIOUS EDITION	CLASSIFICATION S E C R E T	PAGE NO. <input type="checkbox"/> CONTINUED 2

**DISPATCH**

CLASSIFICATION

**S E C R E T**

PROCESSING ACTION

TO	Chief, WOMUSE	X	MARKED FOR INDEXING NO INDEXING REQUIRED
INFO.	Chief, WH Division		ONLY QUALIFIED DESK CAN JUDGE INDEXING
FROM	Chief of Station, Mexico City/ <i>c.</i>		MICROFILM
SUBJECT	Unidentified Visitors to the Soviet Embassy in Mexico City		

ACTION REQUIRED REFERENCES

**REFERENCE: MEXICO CITY 9135**

Attached are copies of memoranda and photographs  
that were sent to the Legal Attache concerning the Reference.

for/Willard C. CURTIS

**Attachments:**

- #1 - Memos
- #2 - Photos

**Distribution:**

- 1/2 - C/WOMUSE w/atts #1&2
- 1 - C/WHD, w/att #1 (only) (cc: Tech/)

ATTACHMENT	DISPATCH SYMBOL AND NUMBER	DATE
CROSS REFERENCE TO	HMMA-30597	17 November 1966
	CLASSIFICATION	HQS FILE NUMBER
	<b>S E C R E T</b>	50-8-10/11

50-8-10/11

FOR: Chief, WOMESE  
HEREWITH ATTACHMENT TO:  
HMMA-30597, 17 November 1966

**SECRET**

16 November 1966

**MEMORANDUM FOR:**

**FROM:**

**SUBJECT:** Soviet Intelligence Services

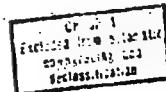
1. Reference is made to our memorandum of 7 November 1966, same subject, concerning two unidentified visitors to the Soviet Embassy in Mexico City on 27 October 1966.

2. Attached are photographs of these two individuals.

THIS INFORMATION IS FROM A CONFIDENTIAL SOURCE. IT MUST NOT BE DISSEMINATED IN WHOLE OR IN PART OUTSIDE YOUR OFFICE WITHOUT PRIOR APPROVAL OF THE ORIGINATING OFFICE IN MEXICO CITY.

# 11167

**SECRET**



**SECRET**

7 November 1968

MEMORANDUM FOR: Mr. Nathan L. Ferris,  
Legal Attaché

FROM:

SUBJECT: Soviet Intelligence Services

1. According to a sensitive, reliable source, two American-looking men visited the Soviet Embassy in Mexico City from 1542 to 1549 hours on 27 October 1968. They were driving a black MG convertible with white-on-maroon Ohio tags # 4669 SK. Photographs of the two visitors will be furnished to your office when available.

2. It would be appreciated if you would advise this office of any further information you may develop on the identity of these two individuals.

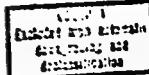
THIS INFORMATION IS FROM A CONFIDENTIAL SOURCE. IT MUST NOT BE DISSEMINATED IN WHOLE OR IN PART OUTSIDE YOUR OFFICE WITHOUT PRIOR APPROVAL OF THE ORIGINATING OFFICE IN MEXICO CITY.

# 11129

Distribution:

Original - Addressee

- 1 - 50-2-4/A  
 1 - 50-8-10/11  
1 - Memo Chron



**SECRET**

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C-8

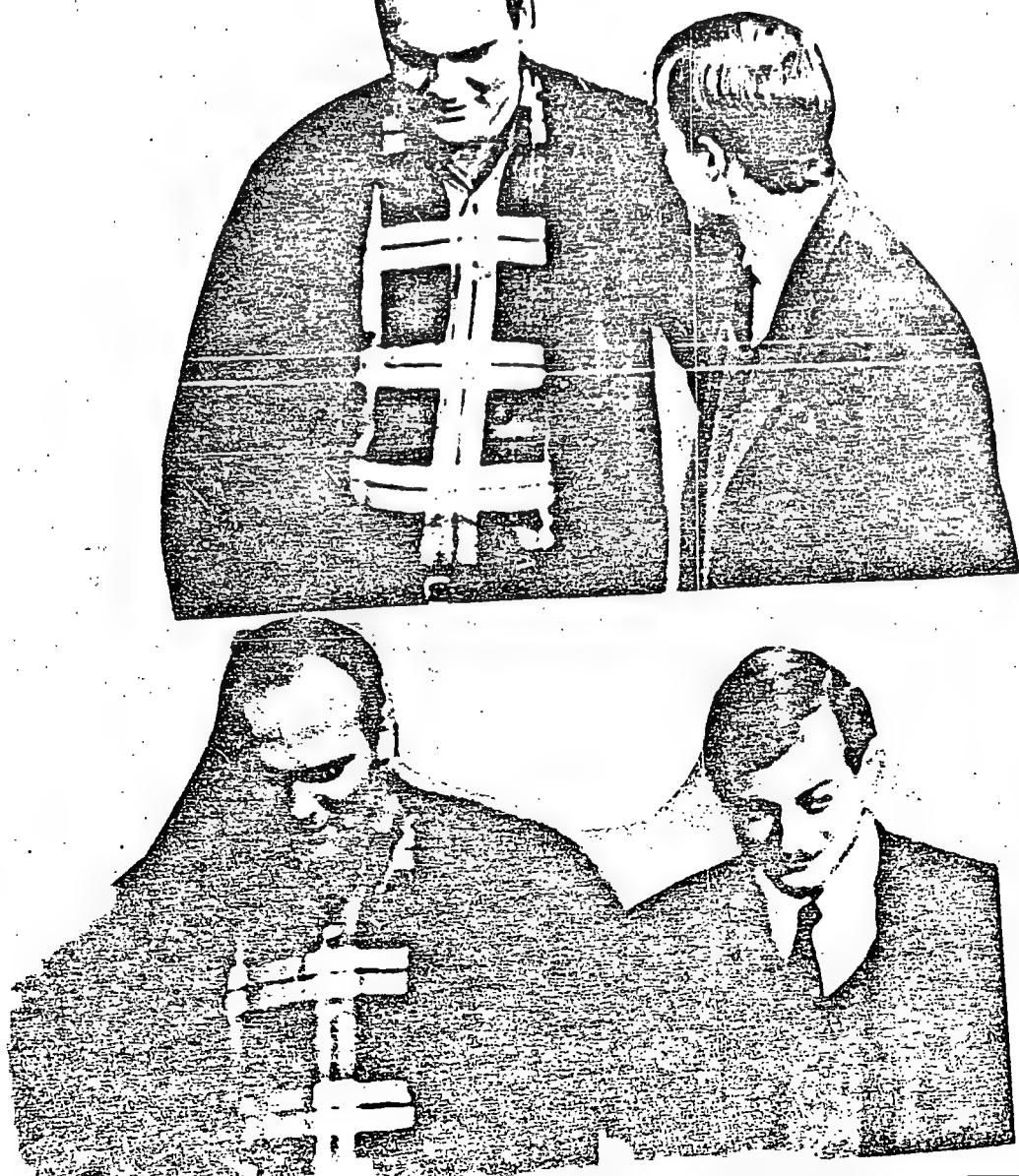
FOR: Chief, WOMUSE  
HEREWITH ATTACHMENT TO:  
HMMA-30597, 17 November 1966

SECRET

CS COPY

ATT # 270 HMMA 30597

50-6-74/S  
~~50-8-10~~



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FILE RID <input type="checkbox"/> RET. TO BRANCH <input checked="" type="checkbox"/>	PERSON/UNIT NOTIFIED	
DESTROY <input type="checkbox"/> SIG. <input checked="" type="checkbox"/>	REPRODUCTION PROHIBITED	
ACTION: <b>WHS</b> INFO: <b>FILE, MR. SAE, CII, CL, SECUR 4</b> <b>NOFORN</b> <b>ADVANCE COPY</b> <input type="checkbox"/> <b>ISSUE</b> <input type="checkbox"/> <b>STOLEN</b> <input type="checkbox"/> <b>LOST</b> <b>UNIT</b> <b>TIME</b> <b>BY</b>		

SECRET 042225Z CITE MEXICO CITY 9135 (EASBY ACTING)

DIRECTOR

WOMUSE

411113 33367

1. PER LIMITED TWO AMERICAN LOOKING MEN ENTERED  
SOVIET EMBASSY 27 OCT 1542 HOURS, LEFT EMBASSY 1549 HOURS.  
WERE DRIVING BLACK MG CONVERTIBLE WITH WHITE ON MAROON OHIO  
TAGS 4669 SK.

2. ADVISING LOCAL ENERGY AND POUCHING PHOTOS.

SECRET

BT

SECRET

50-6-74/5  
LIMITED

CIA  
Full File

3

14 00000  
**SECRET**

28 November 1966

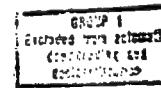
MEMORANDUM FOR: Chief, WH/1  
ATTENTION : Jane Zerance  
SUBJECT : Ohio License Plate - 4669 SK

1. Attached hereto is the Office of Security report concerning the owner of Ohio License Plate 4669 SK as requested by cable from Mexico City (IN 33367).
2. Office of Security indices contain no additional information concerning John H. Coleman.

*Richard J. Hannah*  
Richard J. Hannah  
C/WH/Security

Attachment:  
a/s

**SECRET**



SECRET

MEMORANDUM FOR: Headquarters

SUBJECT: Automobile License Plates  
Identity of Owner  
162XX4-203 F SD/1

1. Reference is made to Headquarters lead TWX dated 8 November 1966.

2. On 14 November 1966, the records at the Ohio State Bureau of Motor Vehicles, Columbus, Ohio, revealed Ohio License Plate #4669 SK belongs to John H. COLMAN, 160 W. Church Street, Xenia, Ohio, on a 1963 M.G. automobile.

3. Criminal files (no separate subversive files), at Xenia, Ohio Police Department, reviewed on 14 November 1966, contained no record in the name of John H. COLMAN or his parents, William T. and Mrs. Jane Harner COLMAN except a minor traffic violation against John H. COLMAN in November 1958. Traffic records reflected John H. COLMAN was born 3 November 1939 in Ohio. There was no record at the Greene County Criminal Court, Xenia, in the name of John H. COLMAN and parents.

4. The records of the Credit Bureau of Greene County, Xenia, reviewed 14 November 1966, showed that John H. COLMAN, son of William T. and Mrs. Jane Harner COLMAN, was 24 years of age in August 1964 and in attendance at the University of the Americas in Mexico City, Mexico. Previously he attended Dayton University.

5. The credit file of William T. COLMAN (father), deceased, and Mrs. Jane Harner COLMAN (mother) showed they were separated for many years but were never divorced.

6. On 14 November 1966, Earl COOPER, Xenia Police Department, a developed informant, was interviewed at his office. He has known SUBJECT and his parents for more than 25 years. The COLMAN family resided near this informant for many years and SUBJECT played in his yard with the other neighborhood children. His mother is the former Jane HARNER, daughter of the former President and Chairman of the Board of the Eavey Grocery Company. The HARNER family is

-1-

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PRIORITY

SECRET

Page 2

16994-263

financially well to do and very prominent in this area. COLMAN's mother married his father, a former Colonel in the U.S. Air Force, who is now deceased. Col. COLMAN was involved in some trouble at Selfridge Air Force Base, Michigan, in early 1940's and is believed to have been retired from the Air Force because of this trouble. COOPER does not know the details of this incident.

7. COLMAN attended the local schools where he was a good student and, for the past two years or so, has been attending a University in Mexico City. He visited his mother and friends here during the past summer and is believed to have now returned to the university. COOPER added that it has been reported in this city that SUBJECT has married a Mexican girl and that his mother is quite upset over this marriage.

8. Informant stated in summary that SUBJECT has never been in any trouble, that he comes from an excellent family background, with the exception of the father's trouble while in the Air Force, and that there has been no reason to question the patriotism of any member of this family. The reputations of both SUBJECT and his parents are excellent in this area and the mother's family is one of the best known and most prominent in this county. SUBJECT has been a normal boy in every way, has associated with respectable friends and COOPER knows nothing unfavorable concerning his character or reputation.

SECRET

<b>DISPATCH</b>		CLASSIFICATION <i>SECRET AIR</i>	PROCESSING ACTION
TO  Chief, WID	INFO	<input checked="" type="checkbox"/> MARKED FOR PICTURES	
FROM  Chief of Station, Mexico City	SUBJECT  <u>LIEUTY Project Renewal Request</u>	<input checked="" type="checkbox"/> NO INKLINE REQUIRED ONLY QUALIFIED DATA CAN MAKE ENCLINE	
ACTION REQUIRED: REFERENCES		MICROFILM	

Action Required: See Paragraph 2

1. Station Mexico City's Project LIEUTY expires on 30 November 1966. Forwarded herewith and under secrete cover in split transaction is the Request for Renewal of Project LIEUTY.
2. It is requested that Project LIEUTY be renewed for the period 1 December 1966 through 30 November 1967 in the amount of \$45,000. Of this total, \$29,020 should be allotted for FY 1967 and \$15,980 for FY 1967.

for/Willard C. CURTIS

Attachment:

Left hand side h/v  
Right hand side u.s.c.

Distribution:

3 - C/WID v/att h/v & u.s.c.

CROSS REFERENCE TO	DISPATCH SYMBOL AND NUMBER <i>E2CA-30463</i>	DATE <i>26 October 1966</i>
	CLASSIFICATION	MOS FILE NUMBER <i>30-6-74-1</i>

the LIBERICK installation and personnel. Specific examples of the LEMPTY Project's progress and contributions to the R&D will be found in Section 3 below (EFFECTIVENESS).

2. CHANGES.

A. Operational - As noted in the previous Request for Project Renewal, the former LIMITED property was sold to LEMUSINE, who as per formal agreement with the Station, demolished the old structure and constructed a new edifice. While it was initially contemplated to place the LIMITED (LEMPTYs -6 and -7) personnel in the new building and to retain the same, equal division of workload between LILYRIC and LIMITED, it was later decided to move the present LILYRIC basehouse personnel (LEMPTYs-13, -14, -26 and -27) into the new base instead, along with the following ancillary modifications:

An increase in the hours of both the photographic and physical surveillance coverage provided from the new base by the LILYRIC operators (0300-1600 hours) during the weekdays and to have the LIMITED base provide photographic and physical surveillance coverage from 1600-1930 hours on weekdays and from 0900-1300 hours on weekends. These changes were dictated by the following considerations:

1. The new LEMUSINE building offers a much better vantage point for both photographic and physical surveillance than does the present complex which housed the LILYRIC and LIMITED bases. Therefore, the Station felt that the personnel occupying this new base should be those possessing the highest technical skills and also those able to provide the most thorough and complete coverage. Since the LIMITED base now has only one trained operator while the LILYRIC basehouse has three, the LILYRIC group and a revision of working hours was indicated.
2. Because it was apparent that the coverage of the LIBERICK installation would be a long-range and continuing requirement, the Station desired to staff the new base with personnel of long-range potential. LEMPTY-6, now almost 60 years old, does not possess this potential; however, the LILYRIC agent complex happily combines experienced personnel with youthful agents.
3. Finally, the social and financial status of the LILYRIC personnel is much more compatible and consistent with the environment of the new building than is that of the LIMITED family.

The above-cited revised work schedule was initiated in July 1966 and the actual movement of the LILYRICS into the new base began in late September 1966.

IND:  YES  NO  
CLASSIFY TO FILE NO.  
U.D.P. TO FILE NO.  
FILE ID:  RET. TO BRANCH   
DESTROY  310.

CLASSIFIED MESSAGE  
**SECRET**

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PERSONNEL NOTIFIED

1 0  
2 0  
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4 0

FROM: D 5200 BY 24  
ACTION: 2648

ADVANCE COPY  RUD COPY  SLOPED  VIDEO

UNIT TIME BY

INFO: FILE, VR SB-8 CI, CI, 1023, FI, TSD-6

**SECRET** 061831Z CITE MEXICO CITY 7533

6 JUN 66 IR. 31733

DIRECTOR

REDCOAT LIEMPTY LIMOUSINE

1. AFTERNOON 26 MAY LILYRIC AND LIMITED OBSERVED VIKTOR V. KALYGIN, EMBASSY ADMIN OFFICER, EXIT EMBASSY WITH MOVIE CAMERA. KALYGIN TOOK POSITION DIRECTLY ACROSS STREET FROM LILYRIC AND LIMITED AND PANED AREA WHICH INCLUDED PRESENT LILYRIC, LIMITED AND NEW LILYRIC BASE HOUSES WHICH LATTER OWNED AND BEING CONSTRUCTED BY LIMOUSINE.

2. CAMERA APPEARS TO BE 8 MM SANKYO AUTO-4X WITH F/1.7 ZOOM LENS FROM 7-5 TO 30 MM. THIS CAMERA PROBABLY WOULD NOT GIVE CLEAR DETAIL OF BASE HOUSE AREA.

**SECRET**

BT

SAC

LIMITED  
PROS

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DESTROY <input type="checkbox"/> SIC <input type="checkbox"/>					
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INFO FILE, VB, WH-8, CI, AF/OPS, CE/K/A, FE, TSD-6,					

SECRET 232000Z

23 Nov 65 00632

DIR CITE MEXI 5390

REDWOOD LIMOUSINE

REQUEST FRANCIS J. COIGNE DISCUSS DESIRABILITY TECHNICAL INSTALLATIONS IN NEW LIMITED BUILDING ON SPECULATION FJSTEALERS MIGHT ONE DAY MOVE IN. STATION HOWEVER DOES NOT FAVOR PERMITTING THEIR OCCUPANCY WHILE LIMITED FUNCTIONING. IF THIS DESIRED WOULD BE NECESSARY ACT WITHIN NEXT THIRTY TO FORTY FIVE DAYS AS THIRD FLOOR NOW BEING Poured AND LIMOUSINE ESTIMATES STRUCTURAL WORK WILL BE FINISHED SOMETIME IN JANUARY. PLANS THEN START INTERIOR FINISHING BEGINNING WITH TOP FLOOR SO LIEMPTY-6 CAN MOVE BACK IN FIRST. PRESUME ANY INSTALLATIONS DESIRED WOULD HAVE TO BE EMBEDDED IN PLASTER.

SECRET

CFN 5390 FRANCIS J. COIGNE FJSTEALERS NOT FAVOR LIEMPTY-6

SEU

BT

LIMITED  
LIMOUSINE

ORIG: C.Bostos - Videla  
UNIT: WH/1  
INT: 4507  
DATE: 10 March 65

INDEX  
 NO INDEX  
 FILE IN CS FILE NO. 201-5762

## MESSAGE FORM 15

S E C R E T

1	5
2	6
3	7
4	8

## ROUTING

ROUTINE 10... 65 22 392

SIG CEN

TO: MEXICO CITY

FROM: DIRECTOR

CONF: WH/8

INFO OL 4, BPA, VR, FILE

TO:

MEXI

INFO

CITE DR

91437

LIEMPTY LIMOUSINE

REF# MEXI 2732 (IN 19326)\*

APPROVAL GRANTED DELAY INITIAL PAYMENT.

END OF MESSAGE

WH COMMENT: \*Limousine wishes delay initial payment for  
limited property for 90 days.

NH/Log  
TELCOORD OL/RECD  
TeCOORD DC/LOG,

limited

D.G. Speer

W.J. Kaufman  
C/WH/1

5  
4  
3  
2  
1  
Raford W. Herbert  
AC/WHD  
RELEASING OFFICER

COORDINATING OFFICERS

S E C R E T

GROUP I  
Excluded from automatic  
downgrading and  
declassificationAUTHENTICATING  
OFFICER

Copy No.

REPRODUCTION BY OTHER THAN THE ISSUING OFFICE IS PROHIBITED.

14 00000

		CLASSIFIED MESSAGE		ROUTING SHEET			
		2430 SECRET		ROUTING		REPRODUCTION PROHIBITED	
FROM		PERIOD/UNIT NOTIFIED		ROUTE			
<u>Mexico City</u>				ADVANCE COPY			
ACTION		<input type="checkbox"/> TELETYPE	<input type="checkbox"/> CLOTHED	<input type="checkbox"/> TELETYPE	MAIL	TELETYPE	TELETYPE
INFO							
VR FILE, ADDP, C/FI, C/ESD, C/TSD-2, D/OC-2							

SECRET 09:020Z

DIR CITE MEXI 2732 EASBY ACTING

LIMESA LIMOUSINE

REF HMMA 25310

9 MAR 65 - 100-19328

b1

1. LIMOUSINE REPORTS CONSTRUCTION WILL BEGIN ANY DAY ON NEW LIMITED HOUSE. AWAITING LAST OF GOM PERMITS. LIFEUD-6 HAD ALREADY SPOKEN TO LIMOUSINE BOOKKEEPER ABOUT POSSIBILITY RENT ONE OF NEW APARTMENTS.
2. IN TRYING TRANSFER FIDEO COMISO FROM NOW DEFUNCT BANCO DE LA PROPIEDAD DE LA INDUSTRIA TEXTIL TO ANOTHER BANK, LIMOUSINE DISCOVERED BANKS NOW NOT ACCEPTING THIS TYPE FIDEO COMISO. HENCE HE OBLIGED TO TAKE DIRECT TITLE TO PROPERTY. TITLE TRANSFER CHARGES BASED ON PERCENTAGE OF PROPERTY VALUE AND HE MUST PAY ALMOST 22,000 PESOS TO HACIENDA. OWING REAL ESTATE COMMITMENTS AND CASH OUTLAY ON LIMITED BUILDING, HIS CASH POSITION SHORT. ASKS IF CAN DELAY INITIAL PAYMENT OR 45,000 PESOS 90 DAYS.
3. RECOMMEND HQ APPROVAL.

SECRET  
CFN

*Dissas Applicable To RIBAT, Limesa Limket*

SECRET

*file Limousine, 201  
make before  
LIMMITED  
LICENPT/65*

DISPATCH		CLASSIFICATION <b>SECRET</b>	PROCESSING ACTION		
Chief, WH Division		<input checked="" type="checkbox"/> XX	MARKED FOR INDEXING NO INDEXING REQUIRED		
INFO.	Chief of Station, Mexico City		ONLY QUALIFIED DESK CAN JUDGE INDEXING		
FROM	SUBJECT <b>LIMOUSINE</b>		MICROFILM		
ACTION REQUIRED - REFERENCES					
<p>Reference: DIR-77743, 15 January 1965.</p> <p>1. Attached herewith is a sterilized copy of the Memorandum of Agreement executed with LIMOUSINE on 3 February 1965. Three signed and dated copies are retained in Station files. Both LIMOUSINE and his wife appeared and signed the agreement, with Robert L. EASBY acting for ODOYKE. It will be noted that the final terms were somewhat more favorable than Headquarters had authorized.</p> <p>2. Station had ample opportunity to study the plans and they were so ideal from both the operational and living standpoint that no changes were required. Building can therefore begin almost at once, and the forecast for completion is still about 1 July.</p> <p>3. Consideration had been given in the Station to installing line-feed switchable transmitters in the two lower apartments in view of their probable attractiveness to FJSTEAL personnel. However, it is Station's view that given LIMOUSINE's close involvement with KUBARK on a number of matters it would be well neither to have too much FJSTEAL interest aroused in the building nor to give them the opportunity to observe the pattern of LIFEUD/6 at such close range.</p> <p>4. With reference to paragraph 5 of the memorandum, Station will probably decide to have LIFEUD/6 draw up a normal contract with LIMOUSINE and pay him his rent, which will be passed by LIMOUSINE to Station at regular intervals. The question of how to route an apparently normal transaction around LIMOUSINE's bookkeeper has not yet been resolved.</p> <p style="text-align: right;"><i>RCB</i> For Willard C. CURTIS</p>					
<p>ATTACHMENT: Memo of Agreement, 1 cy, h/w</p> <p>Distributions: ATT 1-HMMA-25310/01 - 201-5762</p> <p>3 - Chief, WHD w/att. h/w</p> <p style="text-align: center;">ES COPY</p>					
		<p style="text-align: right;">50-6-74</p> <table border="1"> <tr> <td colspan="2">GROUP 1 Enclosed items automatic downgrading and declassification</td> </tr> </table>		GROUP 1 Enclosed items automatic downgrading and declassification	
GROUP 1 Enclosed items automatic downgrading and declassification					
CROSS REFERENCE TO 201-5762	DISPATCH SYMBOL AND NUMBER HMMA-25310	DATE 3 February 1965			
	CLASSIFICATION <b>SECRET</b>	HQ'S FILE NUMBER 50-6-74/5			

MEMORANDUM OF AGREEMENT

1. I, [REDACTED] hereby agree to pay the U. S. Government the sum of \$150,000 pesos for the property located at [REDACTED] or thereabouts, I will pay \$100 (100,000 pesos) in cash in two equal installments. The first installment of 75,000 pesos will be paid on the beginning of construction of the building. The second equal installment will be paid on completion of the construction.
2. Construction of the new building to be erected on the site in question will begin immediately on completion of the demolition of the present structure and clearing of the site.
3. The balance of \$100,000 pesos will be repaid within two (2) years of completion of the building. As part of this payment, the apartment which is to occupy the entire top dwelling floor will be let rent-free to Jorge [REDACTED] or such other person as the U. S. Government may designate for two (2) years at a calculated rent of 2,300 pesos monthly, including city water. The understanding covering this two year free rental will be negotiated by me with the representative of the U. S. Government and will be considered part of this Memorandum of Agreement.
4. The 4,300 pesos remaining will be paid in a lump sum at the end of the second full year of occupancy of the apartment.
5. I further agree that I will, on completion of the building, execute a rental contract with [REDACTED] in accordance with the pertinent part of paragraph 3 above. This contract will be accompanied by an unwritten option for [REDACTED] or other person approved by the representative of the U. S. Government to renew the rental contract for such periods of time as the U. S. Government may see fit. The contract shall stipulate that any increase in rental will not exceed the proportionate rate at which rentals have been increased for the other apartments in the same building.
6. Any rental payments made to me or my representatives by [REDACTED] during the two year free rental period, will be returned to the representative of the U. S. Government, minus any such appropriately pro-rated charges for building repairs and maintenance as would normally fall to the responsibility of the tenant.

COPY

7. I further understand that if, during the period of this arrangement agreement (two years from completion of the new building), I should die or retire from the service, this agreement will become binding on my estate through my beneficiary, my son, Douglas and my children, Douglas and Linda.

Finally, I note that before the beginning construction of the new edifice, I will submit my plans to the U. S. Government to enable them to make such alterations as may be necessary to their use in Mexico City, Mexico.

**Representative of U. S. Government**

ORIG: C. Bustos  
UNIT: WH/1  
EXT: 4006, 4507.  
DATE: 15 Jan 65

## MESSAGE FORM

INDEX  
 NO INDEX  
 FILE IN CS FILE NO.

21 SECRET

## ROUTING

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TO : MEXICO CITY  
FROM: DIRECTOR  
CONF: WH/8

IMMEDIATE  
PRIORITY

INFO OGCZ, CL4, DYS, SPA, VR FILE

TO MEXI (PP, PRIORITY) INFO

CR CR

77743

REF: MEXI 2159 (IN 58393)\*

1. APPROVAL GRANTED SELL TO LIMOUSINE LIMITED PROPERTY UNDER TERMS OUTLINED PARA ONE REF.

2. PROCEED AS FOLLOWS:

A. LIMOUSINE TO DRAW UP LEASE WITH APARTMENT OCCUPANT FOR THREE YEARS WITH RENTAL AT 2,300 PESOS PER MONTH WITH FOLLOWING ADDITIONAL PROVISOS:

(1) OPTION TO RENEW FOR SUCH ADDITIONAL PERIODS YOU SEE FIT WITH RENTAL ESTABLISHED BASED ON NEGOTIATIONS CONSISTANT WITH RENTALS PAID BY OCCUPANTS OTHER APARTMENTS.

(2) PROVISO BINDING LIMOUSINE'S SUCCESSORS AND ASSIGNS.

B. DRAW UP SEPARATE CONTRACT WITH LIMOUSINE OUTLINING AGREEMENT PARA ONE REF AND FORWARD SIGNED COPY HQDS. AGREEMENT SHOULD PROVIDE FOR CREDIT RENTAL OFFSET TO KUBARK BY LIMOUSINE PLUS RETURN TO KUBARK OF ANY MONTHLY RENTAL PAYMENTS MADE BY APARTMENT OCCUPANT TO LIMOUSINE FOR PERIOD FREE RENTAL IF SUCH IN FACT MADE. ALSO DETERMINE WHAT WILL HAPPEN RENTAL OFFSET AGREEMENT SHOULD LIMOUSINE RETIRE, DIE OR PROPERTY LEAVE HIS CONTROL

END OF MESSAGE

(See page 2)

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COORDINATING OFFICERS

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downstitchingAUTHENTICATING  
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ORG.  
UNIT  
EXT.  
DATE

- INDEX  
 NO INDEX  
 FILE IN CS FILE NO.

## MESSAGE FORM

SECRET

## ROUTING

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TO : MEXICO CITY  
PAGE # 2

FROM: DIRECTOR

CONC:

INFO

TRANSMISSION  
P.RICEL.CITY

TO

INFO

CITE.DCR

77743

\*WH Comment: LIMOUSINE AGREES PAY \$12,000 FOR LIMITED, 60% IN CASH,  
REMAINDER WITHIN THREE YEARS. NEED REPLY BEFORE COB 15 JANUARY.

WH/LOG

OL/RECD

OL/

OGC

(phone) see OGC 65-0119

WH/PO/A

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SULLY  
DESMOND FITZGERALD  
CHIEF, WHD

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D. G. Sauer  
W. J. KAUFMAN  
C/WH/1

RELEASEING OFFICER

COORDINATING OFFICERS

SECRET

ADP/1  
Lockheed Data Automatic  
Downgrading and  
Declassification

AUTHENTICATING  
OFFICER  
CITE.DCR

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CITE.DCR

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FROM	PERSONNEL NOTIFIED		155	
<b>MEXICO CITY</b>				
ACTION	ADVANCE COPY	UNIT		
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W.H.				
YR. FILE: 6L4, C66-2 R2A				

**SECRET** 121901Z

12 JAN 65 158393

DIR CITE MEXI 2153

LIMEMPTY LIMOUSINE

REF DIR 74928

1. LIMOUSINE AGREED FOLLOWING TERMS:

- A. TOTAL PURCHASE PRICE OF 10,000 DOLLARS PAYABLE IN PESOS, SIXTY PERCENT IN CASH.
- B. 50,000 PESOS CASH ON BEGINNING CONSTRUCTION (ABOUT 15 FEB).
- C. BALANCE CASH PAYMENT ON COMPLETION CONSTRUCTION (AROUND 1 JULY).
- D. BALANCE OF 59,600 PESO DEBT REPAYABLE WITHIN 3 YEARS FROM COMPLETION CONSTRUCTION.
- E. AS PARTIAL ENFORCING PAYMENT ABOVE AMOUNT, RENT OF 2300 PESOS MONTHLY TO BE WITHHELD FIRST THREE YEARS. RENTAL RATE NOT TO CHANGE DURING THIS TIME AND THEREAFTER AT RATE NO DIFFERENT FROM OTHER APARTMENTS SAME BUILDING FOR PERIOD 10 YRS OR UNTIL XUBARK TERMINATES ARRANGEMENT.

2. LIMOUSINE PREFERS CLEAR TRANSACTION UP SOON AS POSSIBLE AND HOPES PAY OFF 1/2 AMOUNT WITHIN FIRST YR.

3. LENGTH TERM XUBARK OPTION ON PROPERTY NOT SPECIFICALLY AGREED WITH LIMOUSINE, BUT NO REASON BELIEVE HE WOULD

**SECRET**

LIM (2)

**SECRET**

16 58373 27-7

NOT AGREE TO ANY TERM WE STIPULATE. ONLY JOKER MAY BE LENGTH  
TIME HE REMAINS ACTIVE IN FIRM AS HE NOW IS.

4. REQUEST HQ COMMENTS BY 15 JAN AS WOULD LIKE BE ABLE  
START DEMOLITION BEFORE HE LEAVES FOR U.S. 17 JAN.

**SECRET**

CFN

**SECRET**

14 00000

CLASSIFIED MESSAGE		TOTAL CHARACTERS	REFUGEE INFORMATION PROBLEMS	
<b>SECRET</b>		SS	S 6	
FROM	TO PERSON/UNIT NOTIFIED	1	2	3
PIXYON CITY		2	3	4
ACTION	ADVANCE COPY	3	4	5
WHA	ISSUED	4	5	6
INFO	PLOTTED	5	6	7
	BUDED	6	7	8
	TO UNIT		TIME	
INFO FILE, R&R, 064,				

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**SECRET** 050005Z

DIR CITE NEXT 2098

LIENTTY LINOSINE

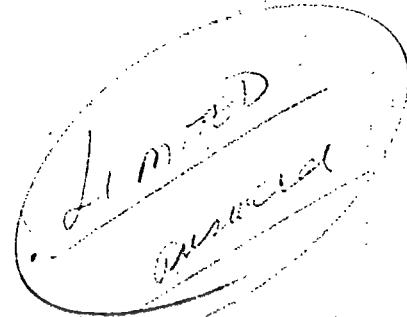
REF NEXT 2025 (1W-18108) \*

REQUEST REPLY SOONEST.

**SECRET**

\* RE LOWER SALE PRICE

15 JAN 65 IN 53469



**SECRET**

010: 200000  
011: 11/30  
012: 4507  
013: 31 December 1964

## MESSAGE FORM 17

DRAFT  
 NO DRAFT  
 FILE IN CIRCUIT NO.

REF ID: A6408

## ROUTING

1	3
2	6
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4507530001

ROUTINE

SIG CEN

TO: MEXICO CITY

FROM: DIRECTOR

COSA: WH-8

SUB: OG C-2, OL-4, BPA, VR, File

P/B

74820

TO: MEXI

INFO

LIBERTY LENDING

REV: 12/21/2025 (IN 48408) \*

P/B/505

COSA

1. FIVE TO TWELVE THOUSAND DOLLARS CONSIDERED REASONABLE NEGOTIATION LIMITS WHICH INCLUDED DISCOUNT.
2. RECEIVED PREVIOUSLY LIBP 60% PAYMENT AND KEEPING OCCUPANCY EXEMPTION RATES.
3. IF LIBP 60% PAYMENT NOT POSSIBLE CLOSER SALES PRICE SHOULD BE REDUCED TO 60% (MINDSET 60%) AFTER LIBP WITH BULK 1/3 DOWN PAYMENT AND REMAINDER THROUGH WITHHELD PAYMENT OF AGREED LIMIT AS ITSELF PARTIAL REPORTED PAYMENT.
4. ADVISE BEFORE CLOSING. P/B/505 ACCEPTABLE.

LIMITE<sup>D</sup>

END OF MESSAGE  
STA Needs CLEAR INDICATION NO'S LIMITATION FOR NEGOTIATION.

WE/CC S. Jelencheck

OL/CC Bill Catania, Tom Stephens

AL George Holden

OAC George C. Connelly, William H. Higgin

WAPCA 11/4/64

W. J. KAUFMAN  
C/AD/1

RELEASING OFFICER

COORDINATING OFFICER

INVESTIGATING OFFICER

S E C T E R

S E C T E R  
COORDINATING AND INVESTIGATING OFFICERS

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S E C R E T

30 December 1968

AIDE MEMOIRE

SUBJECT: Sale of LIMITED Property to LMOUSINE

In 1955 KUBARK purchased the LIMITED property (215 sq. metres of land and house) in Mexico City for \$12,000 and then spent \$3,500 for repairs and renovations to accommodate KUBARK operational requirements.

Because of its ideal location directly across the street from the USSR Embassy, this property which was for sale was purchased so KUBARK could establish control over this specific piece of property at that time. For reasons of security, legal title for LIMITED was vested in agent LMOUSINE who acted as the cut-out vehicle. A statement of trust is on file at the Station in which LMOUSINE acknowledges KUBARK's true ownership of the property. LIMITED has been used operationally with outstanding success and presumably without compromise, and it is WH's intention to continue using it.

It recently developed that part of the LIMITED house crumbled, and all the house was found to be in a similar state of disrepair. Repairs and limited remodelling, however costly, did not seem to be economically feasible, and in addition certain other operational and security considerations seemed to dictate the need for a new kind of structure--a higher building so our angle of surveillance could be improved, and the addition of a commercial interest on the ground level to provide a daily flow of people (such as a bank, retail store, etc.) Erection of a commercial building is within the zoning restrictions of the district.

The cost for new construction of a suitable building has been estimated upwards of \$55,000. Although the property is located in a slowly deteriorating district, nonetheless the proposition is bankable. With land included (appraised at \$14,500 to \$15,000), a local bank is willing to loan 80% of the new construction cost of \$55,000.

LMOUSINE would not venture into such a construction program on his own account at this time. He would, however, follow through with it as an accommodation to KUBARK if the terms were equitable. Accordingly, he has indicated he will be willing to put up 20% of the construction cost from his own funds, borrow the remaining 80%, and then offered to pay KUBARK 180,600 pesos or \$14,448 (appraised value by bank) for the 215 sq metres of land. Nothing would be paid for the old building, since little, if anything, could be realized from the sale of the old building and the cost of razing it would far exceed the sale of the salvage materials.

Since much of LMOUSINE's cash funds would be tied up in financing the new construction, he offered to effect payment to KUBARK at the rate of 4,300 pesos or \$344.00 per month over a 3½ year period with the first payment commencing 3 years after completion of construction or July 1965. LMOUSINE would execute a non-interest and unsecured note for the land. He would ensure KUBARK tenancy retention rights to rental of third floor apartment at the rate of \$2,300 pesos per month with KUBARK reserving the right to cancel any time. The apartment would be built to KUBARK's requirements.

Since Headquarters desires to continue its relations with LIMOUSINE and considers it impracticable and not feasible to administer rental property, it agreed in principle of the sale to LIMOUSINE of the LIMITED property. In this connection, it is considered noteworthy that LIMOUSINE has rendered extremely valuable service to KUBARK in the past year and has not received any remuneration for it which, if equated into dollars, would equal upwards of \$35,000. Notwithstanding this and that KUBARK will continue to use LIMOUSINE's services, however, since the promissory note would be unsecured, and in order to avoid subsequent implications and possible future total loss in the event the LIMITED property subsequently passed from LIMOUSINE's or his estate's control, Headquarters preferred a lump sum payment from the very outset, and to this end offered the sale of LIMITED to LIMOUSINE at a reduced rate. Specifically, it set the negotiating limits with CCB Mexico City from \$9,000 to \$12,000. As a second alternative, in the event LIMOUSINE is unable to raise the single lump sum payment, Headquarters would be willing to accept a bulk of the sale price as a down payment and the balance in monthly payments by withholding the agreed rental as a means of partial enforced payment.

The attached draft of Headquarters cable authorizes CCB Mexico City to negotiate final sale to LIMOUSINE between \$9,000 to \$12,000.

Permitto



ORIG:  
UNIT:  
EXT:  
DATE:

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 NO INDEX  
 FILE IN CS FILE NO.

## MESSAGE FORM

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TO:  
FROM: DIRECTOR  
CONF:

PAGE TWO

PRIORITY

TO:

INFO

CITE DIA

72225

LUMP SUM PAYMENT AT ENHANCED REDUCED PRICE, WILL ACCEPT COMBINATION PAYMENT AT REDUCED RATE WITH GREATER PORTION PAYABLE AT SETTLEMENT AND REMAINDER AS OFFSET AGAINST MONTHLY RENTAL AGREEMENT.

2. HQS FEELS ABOVE PROVISOS IMPORTANT AVOID SUBSEQUENT IMPLICATIONS AND POSSIBLE FUTURE TOTAL LOSS EVENT LIMITED SUBSEQUENTLY PASSES FROM LIMOUSINE'S OR HIS ESTATE'S CONTROL.

3. ADVISE TERMS FOR FINAL APPROVAL CONCLUDING AGREEMENT. *Prior* *use*

END OF MESSAGE

(draft)  
ne)

R. W. Herbert  
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DESMOND FITZGERALD  
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1  
CHIEF WHD

*Rec'd by phone*  
W. J. KAUFMAN  
CHIEF WH/1

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SECRET

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INFO	VR. FILE. BPA OL-4		

SECRET 171840Z

DIR CITE MEXI 1969

LIEMPTY LIMOUSINE

REF MEXI 1898 (IL 41069) &amp;

REQUEST REPLY.

17 DEC 61 11:44750

SECRET

Could Begin Razing As Soon As Agreement  
 With TUBARK Completed (Re. Limousine Property)

SECRET

TUBARK  
V.M.T.D.

1400000  
9325 RED/L  
4506 Blck/L

SECRET

MEXI CITE DIR

REF: MEXI 1898 (JU 4/069)

LIMEMPTY LIMOUSINE

1. HQS APPROVES SALE LIMITED PROPERTY TO LIMOUSINE AS  
OPERATIONAL NECESSITY AND ACCOMODATION TO KUBARK OVERRIDING KUBARK  
FINANCIAL INTERESTS BUT WOULD PREFER USE FORMULA AS FOLLOWS:

A. KUBARK INTERESTS BE PROTECTED TO UTMOST WITH LIMOUSINE  
ASSURANCES KUBARK WILL CONTINUE HAVE OCCUPANCY RETENTION RIGHTS.  
ASSURANCE MAY REQUIRE SEPARATE LONG TERM/LEASE AGREEMENT WITH KUBARK  
RESERVING RIGHT CANCEL ANYTIME. HQS REALIZES FIXED RENTAL PRICE NOT  
FEASIBLE UNDER LONG TERM LEASE AND THEREFORE LEASE COULD PROVIDE FOR  
INITIAL FIXED RENTAL WITH A SLIDING SCALE ADJUSTMENT THEREAFTER.

B. SINCE PROMISSORY NOTE FOR 180,600 PESOS WOULD BE UNSECURED  
WITH FINAL PAYMENT NOT DUE UNTIL JAN 1972 HQS PREFERS TOTAL PAYMENT FOR  
LIMITED AT OUTSET RATHER THAN WAIT 6½ YEARS.

C. REALIZING LIMOUSINE'S POSSIBLE FINANCIAL STRAIN MAKE SUCH  
LARGE PAYMENT INITIALLY, HQS WILLING ACCEPT LOWER SALE PRICE AT  
REASONABLE DISCOUNT RATE. IF LIMOUSINE UNABLE LIQUIDATE WITH ONE  
LUMP SUM PAYMENT AT ENHANCED REDUCED PRICE WILL ACCEPT COMBINATION  
PAYMENT AT REDUCED RATE WITH GREATER PORTION PAYABLE AT SETTLEMENT AND  
REMAINDER AS OFFSET AGAINST MONTHLY RENTAL AGREEMENT.

2. HQS FEELS ABOVE PROVISOS IMPORTANT AVOID SUBSEQUENT IMPLICA-  
TIONS AND POSSIBLE FUTURE TOTAL LOSS EVENT LIMITED SUBSEQUENTLY PASSES  
OR HIS ESTATE'S  
FROM LIMOUSINE'S CONTROL.

3. ADVISE TERMS FOR FINAL ARRANGEMENT (initials)  
WHILE IMMEDIATE RELEASE  
C/L ECD/C (initials) effect  
(initials)

C

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SECRET 111935Z  
 DIR CITE MEXI 1898  
 LIEMPTY LINOUSINE  
 REFH DIR 68671 \*

*Revised 111935Z Dec 64*  
*get shell to go to bank*  
*then make changes*  
*in top floor*  
*only to be*  
 1) DEC 64 IN 41069

1. BANCO AZTECA HAS AGREED TO FIGURE OF 180,600 AS LAND VALUE FOR LOAN PURPOSES. VIEW EXCESSIVE BUILDING COSTS FOR PREVIOUSLY PLANNED STRUCTURE, LINOUSINE HAS NOW DECIDED ON THREE STORY BLDG: GROUND FLOOR TO BE BRANCH BANK OR OTHER SUITABLE COMMERCIAL STRUCTURE, FIRST FLOOR TWO ECONOMY APARTMENTS AND TOP FLOOR SINGLE APARTMENT.
2. COULD BEGIN RAZING AS SOON AS AGREEMENT WITH KUBARK COMPLETED. WOULD THEN NEED OBTAIN KUBARK AND BANK APPROVAL OF BLDG PLANS (STATION CAN MAKE WHATEVER CHANGES NEEDED) AND AWAIT ISSUANCE NECESSARY GOVT PERMITS. ESTIMATES ABOUT 4 MONTHS COMPLETION TIME WITH BLDG READY TO OCCUPY ABOUT 1 JULY.
3. LINOUSINE AGREES TO BEGIN PAYMENT 180,600 THREE YEARS AFTER BUILDING COMPLETION, AT RATE OF 4,300 PESOS PER MONTH OVER THREE AND HALF YEAR PERIOD.
4. IF ABOVE SATISFACTORY TO HQ, STATION WILL DRAW UP AGREEMENT WITH LINOUSINE ALONG THESE LINES, INCLUDING AGREEMENT ON 2300 PESOS MONTHLY RENT FOR TOP APARTMENT FOR LIEMPTY-6 OR SUCH OTHER

SECRET

*LIMITED*

14 00000  
CLASSIFIED MESSAGE

SECRET

IN 41069 PAGE 2

AS SOON AS POSSIBLY CONVENIENT. THIS SAME NOMINAL RENT L-68 NOW PAYING. ON CONCLUSION OF AGREEMENT, AND RECEIPT <sup>E</sup>VIDENCE OF BANK LOAN WILL RETURN TO LIMOUSINE STATEMENTS OF TRUST FOR DESTINATION..

~~1 A 3 S~~  
~~SECRET~~

A PLS provide info re complete sales price of Limited property to Limousine.

SECRET

ORIG: C. Bustos-V  
UNIT: WH/1 X4506  
EXT: 4 December 1964

## MESSAGE FORM

<input type="checkbox"/> INDEX	<input checked="" type="checkbox"/> S E C R E T	<input type="checkbox"/> 2	<input type="checkbox"/> 5
<input type="checkbox"/> NO INDEX		<input type="checkbox"/> 3	<input type="checkbox"/> 6
		<input type="checkbox"/> 4	<input type="checkbox"/> 7
		<input type="checkbox"/> 2	<input type="checkbox"/> 8

FILE IN CS FILE NO. 10-6-74/S

TO: Mexico City

FROM: DIRECTOR

CONB: WH 8

INFO: OL4, BPA, PG2, VR, FILE

1 Dec 64 547  
ROUTINE

TO: MEXI

INFO:

CITE DIR

68601

LIEEMPTY

REFERENCE: MEXI 1799 (IN 35305)\*

PLS

1. WE DO NOT PLAN MEET LIMOUSINE. PROVIDE INFORMATION  
REQUESTED DIR 68139\*\* AFTER NEGOTIATING WITH HIM BEFORE CONCLUDING  
AGREEMENT.

2. ANTENNA ROTATOR REQUESTED IS BEING POUCHED WEEK 7  
DECEMBER.

END OF MESSAGE

LIMTED

OL/RECR/ [ ] (phone)

WH/Log/ [ ] (phone)

## WH Comment:

\*LIMOUSINE in States this week and probably could be reached if Hdes wished discuss sale of LIEEMPTY property in person. Station indicates LIEEMPTY would be sold at land value only as house value not pertinent since house to be razed. Asked whether Autenqa Rotator would arrive Station by Christmas.

\*\* Headquarters approves in principle selling LIMITED property to LIMOUSINE. Advise complete sales price for Hdes concurrence prior to concluding agreement with LIMOUSINE. Also attempt determine at least approximate rental cost for LIMITED apartment and advise.

5  
4  
3 RACORD W. HERBERT  
2 AC/WHD  
1

A. G. Spence  
J. W. KAUFMAN  
Chief, WH/1

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## COOPERATING OFFICER

RELEASING OFFICER

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INCLUDES INFORMATION  
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15  
C. Bustos Videla:med  
MESSAGE FORM  
ROUTING R1  
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2 6 FL  
3 7  
4 8 LR

ORIG. UNIT: WH/1  
UNIT: 4507  
EXT: DATE: 1 December 1964  
FILE IN CS FILE NO. 50 6 74/1

SECRET

TO: MEXICO CITY  
FROM: DIRECTOR  
CON: WH 8 INFO OL 4, BPA, PG 2, VP, FILE

TO: MEXI INFO

LIMITY LIMITED

REF: MEXI 1762 (IN 31737)\*

SIG CEC

3 Dec 64 11 03z  
ROUTINE

68139

HDQS APPROVES IN PRINCIPLE SELLING LIMITY PROPERTY TO LIMOUSINE. ASSUME THIS IS AT TOTAL TAX VALUE INCLUDING LAND AND HOUSE. PER PARA TWO REF, WE APPROVE HIS DEFERRING PAYMENT OF LAND VALUE FOR THREE YEARS. ASSURE HE WILL PAY HOUSE VALUE IMMEDIATELY. ADVISE COMPLETE SALES PRICE FOR HDQS CONCURRENCE PRIOR TO CONCLUDING AGREEMENT WITH LIMOUSINE. ALSO ATTEMPT TO DETERMINE AT LEAST APPROXIMATE RENTAL COST FOR LIMITED APARTMENT AND ADVISE.

END OF MESSAGE

WH/BAL

C/WH/SS

WH/LOG

WE/FI

OL/RECD

WT COMMENT: \*According to Office of Logistics information the original purchase price in 1955 was \$12,000 and the Station made \$3,500 of repairs and renovation.

R. W. Herbert  
DESMOND FITZGERALD  
C/WED

W. J. KAUFMAN  
C/WH/1

ISSUING OFFICER

COORDINATING OFFICERS

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downgrading and  
declassification

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31		PERSONNEL UNITS UNCLASSIFIED.			
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SECTION CINCPAC		<input checked="" type="checkbox"/> ISSUED	<input type="checkbox"/> SLOPPED	<input type="checkbox"/> INDEXED	BY
CINCPAC					
<b>VR. FILE, 064, 888, PG2</b>					

SECRET 031833Z

IR CITE MEXI 1799

IMMEDIATE ACTION

EMPTY LIMITED LIMOUSINE

EFS A MEXI 1762 (R 31737)

B DIR 68139

1. LIMOUSINE IN PBPRIME HIS WEEK. PROBABLY COULD BE REACHED THROUGH MATHEW P. DINGLEY IF HQ DESIRES PERSONAL DISCUSSION. AS STATED REF A, FIRST FIGURES GIVEN REPRESENT LAND VALUE WHICH ONLY ONE WORTH CONSIDERING FOR PURPOSE THIS SALE. HOUSE VALUE NOT PERTINENT SINCE HOUSE TO BE RAZED. OWING AGE OF HOUSE, DOUBTFUL SALE OF MATERIALS WILL EVEN COVER DEMOLITION COSTS. APARTMENT RENTAL NOT AVAILABLE UNTIL LIMOUSINE RETURN AND DECISION MADE AS TO SIZE AND CONFIGURATION OF APT.

2. IF ANTENNA ROTATOR REQUESTED IN HMMA-24630 NOT ALREADY OBTAINED, AND AN OTHER SERVICEABLE ROTATOR AVAILABLE FROM SURPLUS, PLEASE SUBSTITUTE. REQUEST ADVISE IF CAN BE SHIPPED TO BE HERE BEFORE CHRISTMAS.

SECRET

SECRET



000: C. Santos Videla:msa  
 URG: VI/1  
 PRT: 4507  
 DATE: 1 December 1964

## MESSAGE FORM

INDEX  
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FILE IN CS FILE NO.

SECRET

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ROUTING R1

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30 DEC 64 032  
 ROUTED

SIG GEN

TO: MEXICO CITY

FROM: DIRECTOR

COM: WH 8

INFO OL 4, BPA, PG 3, VR, FILE

TO: MEXI

INFO

CH 008

LIMITED LISTED

RPT: 12XI 1762 (IN 31737)\*

68139

SP

HQDS APPROVES IN PRINCIPLE SELLING LISTED PROPERTY TO LIMOUSINE. ASSUME THIS IS AT TOTAL TAX VALUE INCLUDING LAND AND HOUSE. PER PARA TWO RPT, WE APPROVE HIS DEFERRING PAYMENT OF LAND VALUE FOR THREE YEARS. ASK HIM HE WILL PAY HOUSE VALUE IMMEDIATELY. ADVISE COMPLETE SALES PRICE FOR HQDS CONCURRENCE PRIOR TO CONCLUDING AGREEMENT WITH LIMOUSINE. ALSO ATTEMPT TO DETERMINE AT LEAST APPROXIMATE RENTAL COST FOR LIMITED APARTMENT AND ADVISE.

END OF MESSAGE

VI/BLF

C/WH/SS

WH/LG

WH/FI

OL/RECD

WE REQUEST: According to Office of Logistics information the original purchase price in 1955 was \$12,000 and the Station made \$3,500 of repairs and renovation.

R. W. Herbert  
 DESMOND FITZGERALD  
 C/WHD

*Key Kaufman*  
 H. J. KAUFMAN  
 C/WH/1

ISSUING OFFICER

COOPERATING OFFICER

SECRET

GROUP I  
 Classified Items Relating to Command, Control, Communications, and Computer Systems

AUTHENTICATING  
OFFICER

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FROM	PERSON/UNIT NOTIFIED	2	16		
MEXICO CITY		3	17		
ACTION	ADVANCE COPY	4	18		
UJH 9	ISSUED SLOPPED TUBED			TIME	DV
INFO	VR. FILE, PG 2				

SECRET 272340Z

DIR CITE MEXI 1762

L1EMPTY

28 Nov 64 IN 31737

REF DIR 65696  
 (in 96-996)  
 MEXIA 1307, 20 OCT 64

1. STATION HAS TWO BANK EVALUATIONS OF PROPERTY, ONE BY BANCO NACIONAL DE MEXICO OBTAINED BY SCANTLING IN PSEUDO AND OTHER BY BANCO AZTECA AT LIMOUSINE BEHEST. RESPECTIVE EVALUATIONS ARE: LOT 185,266 AND 180,600 PESOS; TOTAL TAX VALUE 255,575 AND 249,242 PESOS WHICH OF COURSE INCLUDES PRESENT HOUSE. DISCREPANCIES BETWEEN TWO APPRAISALS NOT SUFFICIENT WORRY ABOUT SINCE FOR BUILDING PURPOSES ONLY LAND VALUE PERTINENT, AND DIFFERENCE HERE LESS THAN 5000 PESOS, SO BELIEVE CAN DISREGARD OTHER FIGURES.

2. LIMOUSINE HAS ALSO HAD PLANS MADE FOR 4 STORY BUILDING ON PROPERTY, GROUND FLOOR COMMERCIAL AND THREE FLOORS OF APTS, ONE OF WHICH WOULD GUARANTEE RESERVE FOR LIMITED AND ALTER AS STATION WISHES. SMALLER BUILDING NOT DEEMED WORTHWHILE INVESTMENT. COST STUDY SHOWS BUILDING COULD PROBABLY BE PUT UP FOR ABOUT 535,000 PESOS, OF WHICH LIMOUSINE COULD BORROW ABOUT 433,000 FROM BANK. JUDGES BUILDING COULD BE FINISHED WITHIN 5 MONTHS OF BEGINNING DEMOLITION PRESENT STRUCTURE. LIMOUSINE WOULD PUT UP

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14 00000  
CLASSIFIED MESSAGE

SECRET

IN 31737 PAGE 2

FROM OWN FUNDS WHATEVER NEEDED TO SUPPLEMENT BANK LOAN. IN ORDER REGAIN BULK OF OWN INVESTMENT, WOULD LIKE DEFER PAYMENT TO US OF LAND VALUE FOR 3 YEARS. MEANWHILE ALTHO WILL REQUIRE ANOTHER APPRAISAL FROM BANK MAKING ~~LOAN~~. THIS WILL PROBABLY NOT DIFFER MUCH. FOR PURPOSES GENERAL AGREEMENT BELIEVE AVERAGE OF ABOVE TWO APPRAISAL FIGURES FOR LOT CAN BE TAKEN FOR PLANNING PURPOSES.

3. LIMOUSINE NOT YET AWARE OF INDEPENDENT EVAL, BUT WILL INFORM HIM IN ORDER ARRIVE AT FIRM FIGURE FOR NEGOTIATION IF HQ APPROVES IN PRINCIPLE.

4. NOTE THIS SOLUTION IDEAL FOR STATION, SINCE RETURNS PROFIT OF ALMOST 5000 DOLLARS ON ORIGINAL INVESTMENT AND RELIEVES KUBARK OF ONUS OWNING AND ADMINISTERING PROPERTY AS WELL AS GIVING LIMOUSINE FAVORABLE CHANCE PROFIT WITHOUT ANY COST TO KUBARK.

5. WHILE RENT OF LIMITED APARTMENT NOT SET, KUBARK CAN COUNT ON GETTING FAIR SHAKE. DO NOT BELIEVE RENT FIGURE SIGNIFICANT FACTOR IN DECISION.

SECRET // / / / / - - - -

SECRET

1400600  
ORIG C. Bustos-Videla:jan  
UNIT WH/1  
EXT 4506  
DATE 23 October 1964

## MESSAGE FORM

SECRET

## ROUTING

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TO Mexico

FROM DIRECTOR

R COPIES WH 8

INFO SET

ROUTING

RTD

CIR

ORIG.C. Bustos-Videla:jah  
 UNIT :  
 EXT :  
 DATE :

## MESSAGE FORM

SECRET

 INDEX NO DPOX FILE IN CS FILE NO.

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TO :  
 FROM: DIRECTOR

Nov 13 7 21 AM '64

Nov 16 12 35 PM '64

CONC :  
 INFO :

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TO

INFO

CTI DIR

58997

4. BLUEPRINTS FOR ANY BUILDING TO BE CONSTRUCTED WITH KUBARK FUNDS MUST RECEIVE HQDS APPROVAL. THIS APPROVAL AND PROJ AMENDMENT MUST BE OBTAINED PRIOR TO ANY COMMITMENT FUNDS. ESTIMATED TIME FOR TOTAL APPROVAL AFTER RECEIPT PLANS IS HOPEFULLY TWO MONTHS. NEW HOUSE SHOULD NOT BE RAZED UNTIL APPROVAL GRANTED.

## END OF MESSAGE

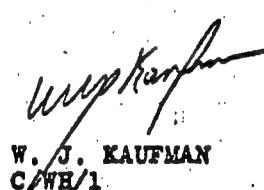
WH Comment: \*LIMITED photo basehouse which we purchased 1955 is deteriorating and Station suggests raze building and rebuild with store on 1st floor and two apts upstairs at cost of \$35.000.

WH/BF  
 SR/O/W  
 CI/OPS  
 DDP/PG  
 WH/FI/  
 C/WH/S/  
 WH/Log

B  
B

WH/COPS Hood )

W Hood  
 RAFFORD W. HERBERT  
 AC/WHD

  
 W. J. KAUFMAN  
 CWH/1
 

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RELEASING OFFICER

COORDINATING OFFICER

SECRET

GROUP I  
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 declassification

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FROM	47	SECRET	REPRODUCTION PROHIBITED		
MEXICO CITY	PRISON/UNIT NOTIFIED		1	3	
ACTION	12/12/		2	0	
INFO			3	71	
			4	10	
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<u>VR, FILE, SR 7, C1, C405, GUIC 2, TSIG, E</u>					

SECRET 202340Z

DIR CITE MEXI 1307

LIMEMPTY REDCOAT

200ST 54 9399S

1. LIMITED HOUSE BUILT 1916 HAS BEEN STEADILY DETERIORATING.  
RECENTLY PART OF DECORATIVE CORNICE CONCEALING CAMERA CAVITY CRUMBED.  
EXTERIOR BADLY IN NEED OF REPAIRS.

2. GIVEN APPARENT RECENT SOV INTEREST IN PROBABLE PHOTO COVERAG<sup>E</sup>  
OF EMB, IMMINENCE OF APPEARANCE WARREN COMMISSION ANNEXES AND ABOVE  
CONSIDERATION, MEXI ASKED LIMOUSINE AND HIS ARCHITECT TO INSPECT HOUSE  
WITH VIEW TO VARIOUS SOLUTIONS. FOLLOWING FACTS EMERGED:

A. PROPERTY PURCHASED 1955 FOR 145,000 PESOS, COMPRISING 215  
SQUARE METERS.

B. SIMILAR PROPERTY IN NEIGHBORHOOD NOW GOING FOR 1500 TO 2000  
PESOS PER METER, GIVING LIMITED CONSERVATIVE MARKET VALUE OF 325,000<sup>00</sup>  
PESOS.

C. LOCATION IDEAL FOR CONSTRUCTION OF SMALL STORE WITH TWO  
APARTMENTS ABOVE. PROBABLE RENT FOR STORE BETWEEN 4000 AND 5000  
PESOS AND TWO BEDROOM APARTMENT ABOUT 1800 PESOS.

D. BASED ON AVERAGE CONSTRUCTION COSTS FOR COMMERCIAL PROPERTY  
(ABOUT 1000 PESOS METER), DEDUCTING SPACE REQUIRED FOR GARAGE FOR

SECRET

LEWIS J. MITED

14-00000  
CLASSIFIED MESSAGE

SECRET

IN 96976 PAGE 2

EACH OF TWO APARTMENTS AND ADDING TOPSIDE CONSTRUCTION FOR LAUNDRY AND QUARTERS, ABOUT 600 SQUARE METERS OF CONSTRUCTION NEEDED. INCLUDING DEMOLITION PRESENT BUILDING (ABOUT 18,000 PESOS) LIMOUSINE BELIEVES COULD DO JOB FOR ABOUT 30,000 DOLLARS. THIS WOULD BE AT COST PLUS 10 PERCENT AND NOT INCLUDING OVERTIME.

E. USING OWN WORKMEN L BELIEVES CAN DO JOB TO OUR SPECIFICATIONS WITHIN 4 MONTHS OF START.

F. IF LIMOUSINE WERE DOING THIS HIMSELF AS COMMERCIAL PROPOSITION, HE WOULD BUY LOTS ON EITHER SIDE OF LIMITED AND PUT UP SUPERMARKET OPERATION.

3. TIMING NOW RIGHT FOR SUCH MOVE. AGE AND CONDITION OF BUILDING MILITATES AGAINST MERE SUPERFICIAL REPAIR. WITH ALMOST CERTAIN GROSS ANNUAL INCOME OF ABOUT 8,000 DOLLARS PER YEAR INCLUDING RENT FROM LIEMPTY'S, SEEMS LIKE FAVORABLE PROPOSITION.

4. STATION WOULD LIKE IN PRINCIPLE OKAY TO PROCEED. ON RECEIPT WOULD DIRECT LIMOUSINE BEGIN DEMOLITION AND HAVE ARCHITECT DRAW UP PLANS. WOULD HQ NEED OKAY PLANS BEFORE BEGINNING CONSTRUCTION? IF SO, HOW LONG WOULD APPROVAL LIKELY TAKE?

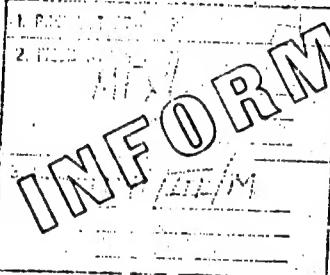
5. IF APPROVED REQUEST HQ INCREASE OOA OR LIEMPTY BY ABOUT 55,000 TO ALLOW FOR MISCELLANEOUS ATTENDANT COSTS PLUS SOME FLEXIBILITY VIS A VIS LIMOUSINE ESTIMATE.

SECRET

SECRET

**SECRET**  
[REDACTED]

**CASE FILE REQUEST**

<b>TO: RI/ANALYSIS SECTION</b>				<b>DATE</b> 11 Dec 68					
<b>FROM:</b> Charlotte Nodding		<b>COMPONENT</b>	<b>BUILDING</b>	<b>ROOM NO.</b>					
				6100					
		<b>ACTION REQUESTED</b>							
<b>1. CASE TITLE</b>  LIAISON/LIBRARY		<input checked="" type="checkbox"/> OPEN FILE AS INDICATED. <input type="checkbox"/> AMEND FILE AS INDICATED. <input type="checkbox"/> CLOSE FILE <input type="checkbox"/> RESTRICT FILE TO (DESK) [REDACTED]							
<b>2. COUNTRY AND NUMBER</b> Mexico 80	<b>3. CATEGORY AND NUMBER</b> Operational 5-74	<input type="checkbox"/> PERMANENT CHARGEOUT TO (DSK) [REDACTED] <input type="checkbox"/> PREPARE FILE FOLDERS AND SEND TO REQUESTER.							
<b>5. COMMENTS:</b> (Include brief description of file or project)  Technical basehouse									
LINE 80 used to fall under the LIAISON Project and now have RI file number 50-A-242/e  <b>COPY</b>									
<b>6. FOR RI USE ONLY</b>									
 <b>INFORMATION</b>									
<b>7. ENDORSEMENT</b> THIS REQUEST SATISFIES RECORDS REQUIREMENTS.		<b>APPROVAL</b> REQUEST APPROVED							
<small>RI/ANALYSIS</small> <small>EFFECTIVE DATE</small>		<small>RONALD O. NORDEEN</small> <small>FOR CHIEF, RI</small> <small>RI CASE TITLE NUMBER</small> <table border="1" style="margin-left: auto; margin-right: auto;"> <tr> <td>1</td> <td>2</td> <td>3</td> <td>4</td> <td>N.S.</td> </tr> </table>			1	2	3	4	N.S.
1	2	3	4	N.S.					

**SECRET**  
(When filled in)

CASE FILE REQUEST											
TO: RI/ANALYSIS SECTION  (Requester's Name) FROM: Charlotte Zehring		COMPONENT WH	BUILDING Barton								
		ROOM NO. 2120	TELEPHONE 2753								
1. CASE TITLE  LIPMPTY/LIMITED		4. ACTION REQUESTED									
		<input checked="" type="checkbox"/> OPEN FILE AS INDICATED.									
		<input type="checkbox"/> AMEND FILE AS INDICATED.									
		<input type="checkbox"/> CLOSE FILE									
		<input checked="" type="checkbox"/> RESTRICT FILE TO (DESK). WH/III/Mexico									
2. COUNTRY AND NUMBER Mexico 50		3. CATEGORY AND NUMBER Operational 6-746									
		<input checked="" type="checkbox"/> PERMANENT CHARGEOUT TO (DESK). WH/III/Mexico									
		<input type="checkbox"/> PREPARE FILE FOLDERS AND SEND TO REQUESTER.									
5. COMMENTS: (Include brief description of file or project)  technical basehouse											
LIMITED used to fall under the LIPSTICK Project and used to have PI file number 50-6-25/9											
6. FOR RI USE ONLY.											
<table border="1"> <tr> <td>1. PROJECT #</td> <td>2. FILE #</td> </tr> <tr> <td>MEX</td> <td>RECORD</td> </tr> <tr> <td>2. REC'D BY</td> <td>W.H.III/M</td> </tr> <tr> <td colspan="2">3. REC'D DATE</td> </tr> </table>				1. PROJECT #	2. FILE #	MEX	RECORD	2. REC'D BY	W.H.III/M	3. REC'D DATE	
1. PROJECT #	2. FILE #										
MEX	RECORD										
2. REC'D BY	W.H.III/M										
3. REC'D DATE											
7. ENDORSEMENT THIS REQUEST SATISFIES RECORDS REQUIREMENTS:  <i>L. Johnson</i> RI/ANALYSIS		8. APPROVAL REQUEST APPROVED  <i>Ronald O. Nordeen</i> RONALD O. NORDEEN FOR CHIEF, RI									
EFFECTIVE DATE  <i>29 Dec 1958</i>		RI CASE TITLE NUMBER 50 6 746 N.S.									